TAX CREDIT ANALYSIS

Program Name: Missouri Examination Fee and Other Fee Credit

Department: Commerce and Insurance | **Contact Name & No.:** Brenda Horstman 573-751-7223 | **Date:** 1/17/2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: 148.400 RSMo. | **Applicable Taxes:** Missouri Insurance Premium Tax

Tax Credit Creation Date: 1945 | **Year of Last Legislative Change:** 2001

Program Description and Eligibility Requirements:

The Missouri Examination Fee and Other Fee Credit allows the total cost of an examination paid by an insurance company to be taken as a tax credit against premium tax due, as well as any income taxes, franchise taxes, personal property taxes, valuation fees and/or registration fees paid. Premium tax is split between General Revenue and County Foreign or County Stock funds.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Credit is applied against same year premium tax due. If credit exceeds premium tax due, only excess examination fee credit can be carried forward--up to five years. Carry forward credit is taken against General Revenue portion of premium tax only.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ **None** X

Cap Shared Between Programs No **Which Program(s)?** n/a

Explanation of Cap:

n/a

Sunset Provision: No Date of Sunset n/a Date of Last Sunset Extension n/a

Explanation of Expiration of Authority:

n/a

Specific Provisions: (if applicable)

Carry forward 5 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Carry forward is taken against General Revenue only. Carry forward began in tax year 2003 per SB 193 (2001) and only applies to the examination fee credit (148.400 RSMo.)

Legislative / General Assembly Action(s) During Prior Five Years: None

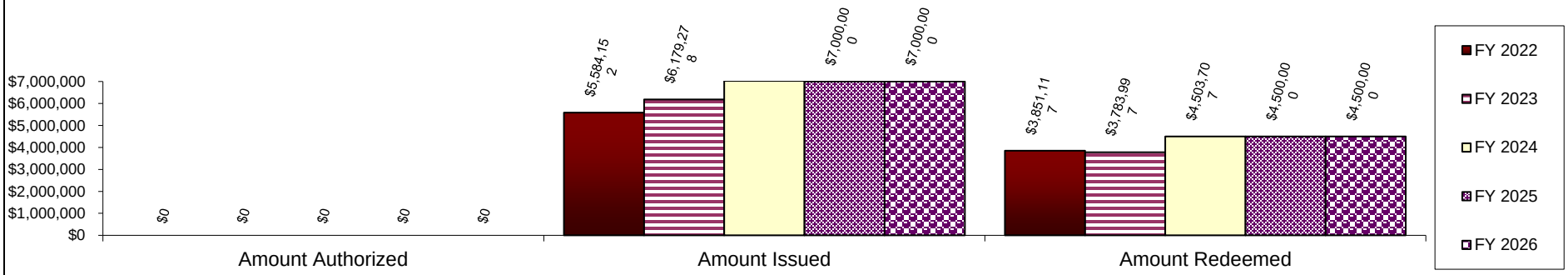
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	n/a	n/a	n/a	*n/a*	n/a	n/a
Projects/Participants (#)	n/a	n/a	n/a	*n/a*	n/a	n/a
Amount Authorized	n/a	n/a	n/a	*n/a*	n/a	n/a
Amount Issued	$5,584,152	$6,179,278	$7,030,924	*$0*	$7,000,000	$7,000,000
Amount Redeemed	$3,851,117	$3,783,997	$4,503,707	*$0*	$4,500,000	$4,500,000

FY 2024 EST. Amount Outstanding $11,371,999 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: Missouri Examination Fee and Other Fee Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Typically only the companies domiciled in Missouri take this credit as it often results in an increase in retaliatory tax of that amount for foreign (non-Missouri based) insurers. Due to this only about 55% of examination costs are taken each year in tax credits. Consequently, the department believes most carry-over each year will eventually expire.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST		

Derivation of Benefits:
The state has not conducted an economic analysis of Insurance Tax Credits, but in the state's 2010 (updated in 2012) Missouri Tax Credit Review Commission Report, this tax credit was considered a feature of Missouri's overall tax structure, rather than a true "tax credit" as that term is used to describe the state's various programs designed to provide an economic incentive or achieve a social outcome. In the report the credit's purpose was described as an attempt to equalize the burden on insurance companies, which, unlike other businesses when calculating income tax liability, cannot deduct certain fees and taxes as operating expenses when calculating their premium tax liability. The report stated that elimination or reduction of this credit would increase taxes on insurance companies above the taxes imposed on otherwise similarly situated industries.

Other Benefits:
Under Chapter 148.400, RSMo., insurance companies are permitted a tax credit for the costs of insurance examinations conducted by the department. Examination costs are business expenses that are similar to corporate expenses deducted when calculating income tax. Due to their tax structure, insurers account for operating expenses through a premium tax credit rather than an income tax deduction.

PERFORMANCE MEASURE(S)

Insurance Companies Redeeming the Examination Fee & Other Fee Tax Credit

	CY 2022 Actual	CY 2023 Actual	CY 2024 Actual	CY 2025 Estimate	CY 2026 Estimate	CY 2027 Estimate
Domiciled Insurance Companies	33	34	27	36	36	36
Foreign Insurance Companies	6	8	8	7	7	7
Total	39	42	35	43	43	43

Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: Missouri Life and Health Insurance Guaranty Association Credit

Department: Commerce and Insurance | **Contact Name & No.:** Brenda Horstman 573-751-7223 | **Date:** 1/17/2025

Program Category: Domestic and Social | **Type:** Tax Credit | Other:

Statutory Authority: 376.745 RSMo | **Applicable Taxes:** Missouri Insurance Premium Tax

Tax Credit Creation Date: 1988 | **Year of Last Legislative Change:** 1988

Program Description and Eligibility Requirements:
The Missouri Life and Health Insurance Guaranty Association is created in state statute and all insurers issuing life and health insurance in the state are members. The association pays Missouri policyholders for claims against insolvent L&H companies. The association then assesses all members in the state to pay claims of the insolvent insurer. Members are allowed to take these assessments as an offset against premium tax collected by the state.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Credits are taken over a five-year period with 20% being taken each year beginning the year after the assessment. No carry forward. Credits are taken against General Revenue, County Foreign and County Stock Funds.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** n/a

Explanation of Cap:
n/a

Sunset Provision: No Date of Sunset n/a Date of Last Sunset Extension n/a

Explanation of Expiration of Authority:
n/a

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable No Apportioned No Appropriated No

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:
No carry forward.

Legislative / General Assembly Action(s) During Prior Five Years: none

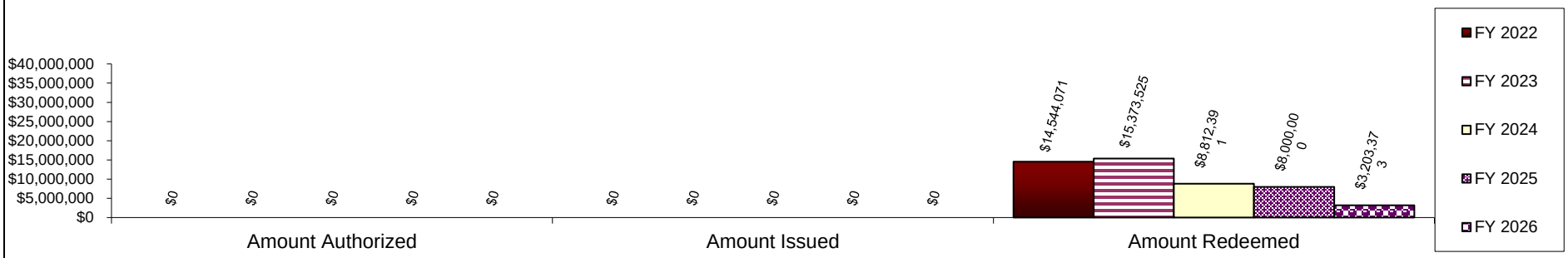
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	n/a	n/a	n/a	*n/a*	n/a	n/a
Projects/Participants (#)	372	372	372	*n/a*	n/a	n/a
Amount Authorized	n/a	n/a	n/a	*n/a*	n/a	n/a
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$14,544,071	$15,373,525	$8,812,391	*$0*	$8,000,000	$3,203,373

FY 2024 EST. Amount Outstanding $11,203,373 | FY 2024 EST. Amount Authorized but Unissued n/a

TAX CREDIT ANALYSIS

Program Name: Missouri Life and Health Insurance Guaranty Association Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

2024 Assessment Information
The Board of Directors of the Missouri Life & Health Insurance Guaranty Association authorized and called a Class B Assessment not to exceed $20,000,000 to fund the Association's liabilities associated with the Colorado Bankers Life Insurance Company and Bankers Life Insurance Company insolvencies.

2020, 2021, 2022, 2023 Assessment Information
There were no assessments in 2020 - 2023.

2019 Assessment Information
The Board of Directors of the Missouri Life & Health Insurance Guaranty Association determined at the May 30, 2019 Annual Meeting that a Class B assessment of $27,000,000 will be needed for the life account for Lincoln Memorial Life Insurance Company for 2019.

2018 Assessment Information
The Board of Directors of the Missouri Life & Health Insurance Guaranty Association determined at the May 24, 2018 Annual Meeting that a Class B assessment of $20,000,000 will be needed for the life account for Lincoln Memorial Life Insurance Company for 2018.

Additional details on assessments: http://mo-iga.org/

Historical Background:
In 2008, Lincoln Memorial, along with affiliates Memorial Service Life Insurance Company and National Prearranged Services ("NPS") was placed in liquidation by the state of Texas. NPS was a Missouri domestic corporation and was formerly one of the largest sellers of preneed funeral contracts in the state of Missouri and nationally. Generally, under a preneed contract, the funeral director or preneed seller agrees to provide funeral services at a fixed or guaranteed price when the contract beneficiary passes away. Ideally, this may result in some savings to the purchaser who may be able to "lock-in" current prices even though the death may not occur for some significant time. Once the services are provided, the funeral director/provider is then reimbursed by the preneed seller for the funeral expenses. Historically, this reimbursement has included all or a portion of the interest that may have been earned on the contract. Under Missouri law, NPS was required to place 80% of all funds paid by consumers into a trust account with a financial institution. Frequently, these funds are used to purchase insurance coverage to guaranty payment of the funeral costs. According to information gathered by state regulators, NPS' trust funds were depleted because of improper policy loans, insurance investments and potentially the misappropriation of funds by company representatives/shareholders. To the extent insurance coverage on a particular NPS contract was in place, the various state insurance

TAX CREDIT ANALYSIS

Program Name: Missouri Life and Health Insurance Guaranty Association Credit

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST		

Derivation of Benefits:
See Comments and Other Benefits

Other Benefits:

The business of insurance is primarily regulated by the states. Consequently, no federal mechanism exists to guaranty the payment of claims under insurance policies in the event an insurance company becomes insolvent. Instead, the states have taken on this role. Every state in the U.S. has enacted laws creating a life and health insurance guaranty association. In the event that a licensed insurance company becomes insolvent and cannot pay its claims, the various state guaranty associations step in and provide coverage for policy or claim up to prescribed limits. In Missouri, life and health policies are guaranteed between $100,000 and $500,000 depending on the type of coverage.

To get the money to pay claims for an insolvent company, the various guaranty associations are authorized by law to levy assessments against all of the other life and health insurance companies in the state. The

PERFORMANCE MEASURE(S)

Life & Health Insurance Guaranty Association

	CY 20210 Actual	CY 2022 Actual	CY 2023 Actual	CY 2024 Actual	CY 2025 Estimate	CY 2026 Estimate	CY 2027 Estimate
Life & Health Insurers operating in Missouri	473	472	481	483	483	483	483

Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Missouri Health Insurance Pool Assessment Credit				
Department: Commerce and Insurance		**Contact Name & No.:**	Brenda Horstman 573-751-7223	**Date:**	1/17/2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	376.975 RSMo	**Applicable Taxes:**	Premium Tax (GR portion) and Sales and Use Tax (HMOs)		
Tax Credit Creation Date:	1-01-991	**Year of Last Legislative Change:** 2013			

Program Description and Eligibility Requirements:
The Missouri Health Insurance Pool served Missouri residents who could not purchase insurance in the regular market. Individuals in the pool paid a premium and the difference between premiums paid and actual costs was assessed to all insurers issuing health insurance in the state. The insurers are allowed a tax credit against their tax liability. Credit may be carried forward until exhausted and is taken against the General Revenue portion of premium tax

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Credit is applied against premium tax due (sales and use tax for HMOs). If credit exceeds tax due, excess is carried forward until exhausted. Credit is taken against General Revenue portion of premium tax only.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** n/a

Explanation of Cap:
n/a

Sunset Provision: No Date of Sunset n/a Date of Last Sunset Extension n/a

Explanation of Expiration of Authority:
n/a

Specific Provisions: (if applicable)

Carry forward	unlimited	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:
Carried forward until exhausted.

Legislative / General Assembly Action(s) During Prior Five Years: none

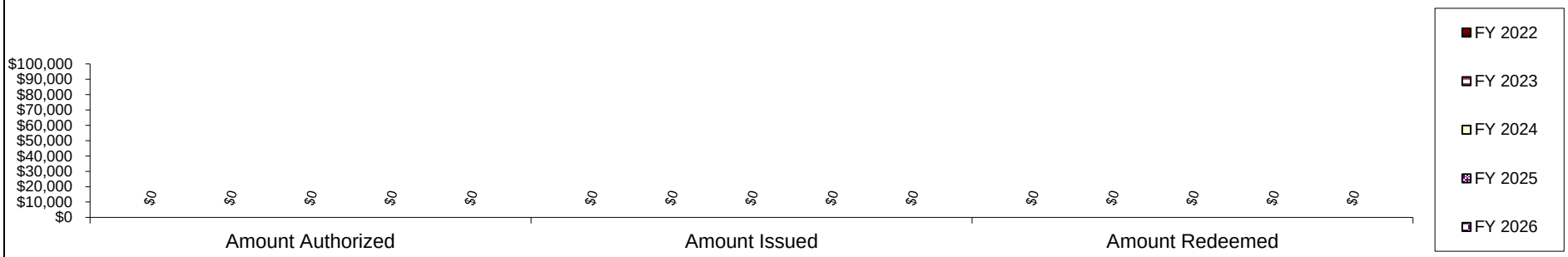
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	n/a	n/a	n/a	*n/a*	n/a	n/a
Projects/Participants (#)	n/a	n/a	n/a	*n/a*	n/a	n/a
Amount Authorized	n/a	n/a	n/a	*n/a*	n/a	n/a
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$0	*$0*	$0	$0

FY 2024 EST. Amount Outstanding	$9,355,448	FY 2024 EST. Amount Authorized but Unissued	$0

TAX CREDIT ANALYSIS

Program Name: Missouri Health Insurance Pool Assessment Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
SB262 (2013) provided that coverage under the Missouri Health Insurance Pool (MHIP) expired on December 31, 2013, and prohibited the issuance of new policies under the pool on or after January 1, 2014

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST		

Derivation of Benefits:
Pool ceased operating in January 2014.

Other Benefits:

PERFORMANCE MEASURE(S)

Pool Ceased operation January 2014

Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: Missouri Property and Casualty Insurance Guaranty Association Credit

Department: Commerce and Insurance | **Contact Name & No.:** Brenda Horstman 573-751-7223 | **Date:** 1/17/2025

Program Category: Domestic and Social | **Type:** Tax Credit | Other:

Statutory Authority: 375.774 RSMo. | **Applicable Taxes:** Missouri Insurance Premium Tax

Tax Credit Creation Date: 1989 | **Year of Last Legislative Change:** 2004

Program Description and Eligibility Requirements:

The Missouri Property and Casualty Insurance Guaranty Association is created in state statute and all insurers issuing property and casualty insurance in the state are members. The association pays Missouri policyholders for claims against insolvent P&C companies. The association then assesses all members in the state to pay claims of the insolvent insurer. Members are allowed to take these assessments as an offset against premium tax collected by the state.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Credits are taken over a three-year period with 33 1/3% being taken each year beginning the year after the assessment. No carry forward. Credits are taken against General Revenue, County Foreign and County Stock Funds.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** n/a

Explanation of Cap:
n/a

Sunset Provision: No Date of Sunset n/a Date of Last Sunset Extension n/a

Explanation of Expiration of Authority:
n/a

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable No Apportioned No Appropriated No

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

No carry forward.

Legislative / General Assembly Action(s) During Prior Five Years: none

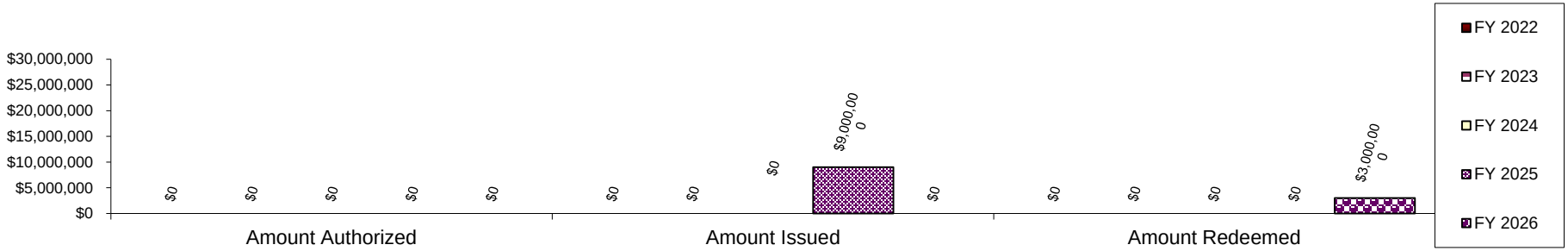
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	n/a	n/a	n/a	n/a	n/a	n/a
Projects/Participants (#)	n/a	n/a	n/a	n/a	n/a	n/a
Amount Authorized	n/a	n/a	n/a	n/a	n/a	n/a
Amount Issued	$0	$0	$0* (see CY2023 Comments)	*$9,000,000*	$9,000,000	$0
Amount Redeemed	$0	$0	$0	*$0*	$0	$3,000,000

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: Missouri Property and Casualty Insurance Guaranty Association Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

CY2024 Assessment Information

The Board of Directors of the Missouri Property & Casualty Insurance Guaranty Association determined at the July 31, 2024 Interim Board Meeting that a assessment of $9,000,000 to member insurers who wrote automobile coverage was needed for 2024.

CY2023 Assessment Information

The Board of Directors of the Missouri Property & Casualty Insurance Guaranty Association determined at the December 15, 2023 Interim Board Meeting that a assessment of $20,000,000 to member insurers who wrote workers compensation was needed for 2023. On January 23, 2025, member insurers were notified that the Board had declared a refund of this entire assessment. Member insurers have the ability to opt out of receiving a refund prior to February 28, 2025. The DCI will not know until that date how many (if any) member insurers have opted out of receiving a refund of their portion of this assessment.

There were no assessments CY2007 - CY2022.

Additional details on assessments: http://mo-iga.org/

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST		

Derivation of Benefits:

See Comments and Other Benefits

Other Benefits:

The business of insurance is primarily regulated by the states. Consequently, no federal mechanism exists to guaranty the payment of claims under insurance policies in the event an insurance company becomes insolvent. Instead, the states have taken on this role. Every state in the U.S. has enacted laws creating a property and casualty insurance guaranty association. In the event that a licensed insurance company becomes insolvent and cannot pay its claims, the various state guaranty associations step in and provide coverage for policy or claim up to prescribed limits. In Missouri, property and casualty policies are guaranteed up to $300,000 for most types of coverage.

To get the money to pay claims for an insolvent company, the various guaranty associations are authorized by law to levy assessments against all of the other property and casualty insurance companies in the state. The insurance companies in Missouri are then allowed a tax credit against their premium tax liability for the amount of the assessment.

PERFORMANCE MEASURE(S)

Property & Casualty Insurance Guaranty Association

	CY 2021 Actual	CY 2022 Actual	CY 2023 Actual	CY 2024 Actual	CY 2025 Estimate	CY 2026 Estimate	CY 2027 Estimate
Property & Casualty Insurers operating in Missouri	966	985	1,005	1,005	1,010	1,010	1,015

Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Affordable Housing Assistance Tax Credit Program**

Department: Economic Development - Missouri Housing Development Commission

Contact Name & No.: Courtney Bullard (816) 648-0548

Date: January 2025

Program Category: Housing

Type: Tax Credit Other:

Statutory Authority: Sections 32.105-32.125, RSMo

Applicable Taxes: Income Tax, Bank Tax, Financial Institutions Tax, Corporate Franchise Tax, Tax on Gross Receipts of Express Companies, Insurance Premium Tax

Tax Credit Creation Date: 1990

Year of Last Legislative Change: 2009

Program Description and Eligibility Requirements:
The Affordable Housing Assistance Tax Credit Program (AHAP) is an incentive for businesses and qualified individuals in Missouri to participate in the production of affordable housing for low-income families. The credit can be used by a business or qualified individual as a reduction in their state tax obligation. To receive the AHAP credit, a business or qualified individual must donate cash, professional services, or real or personal property to a non-profit organization whose primary purpose is to provide affordable housing for low-income families.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes

The amount of Affordable Housing Assistance Program Tax Credit allocated is equal to 55% of the amount of contribution. Non-profit organizations make application to the Missouri Housing Development Commission (MHDC) for a reservation of AHAP credit. The non-profit organization then solicits contributions from businesses or qualified individuals to assist in the production of a specific affordable housing development. After MHDC receives the necessary documentation of a qualified contribution to the non-profit organization that meets all the criteria set out in the statute and program regulations, a tax credit is issued to the donor in the amount of 55% of the value of the contribution. Applications for production credits are accepted continuously, and applications for the operating credit set-aside are accepted once a year.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 11 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
The cap on AHAP is set by statute at $11 million annually of which $10 million is for production credits and $1 million is for operating credits. Once MHDC has made reservations totaling $11 million in AHAP credit in a fiscal year, the application cycle is closed.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
The AHAP program does not have a statutory sunset provision.

Specific Provisions: (if applicable)

Carry forward 10 years Carry Back n/a Refundable No Apportioned No Appropriated No

Sellable/Assignable Yes Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	298	203	173	26	225	200
Projects/Participants (#)	48	44	45	20	46	45
Amount Authorized	$4,835,176	$8,932,400	$2,769,394	$7,619,581	$10,000,000	$7,233,931
Amount Issued	$10,482,025	$4,174,401	$5,263,913	$2,746,760	$6,640,113	$5,359,476
Amount Redeemed	$3,619,925	$8,716,793	$5,211,903	$2,238,056	$5,849,540	$6,592,745

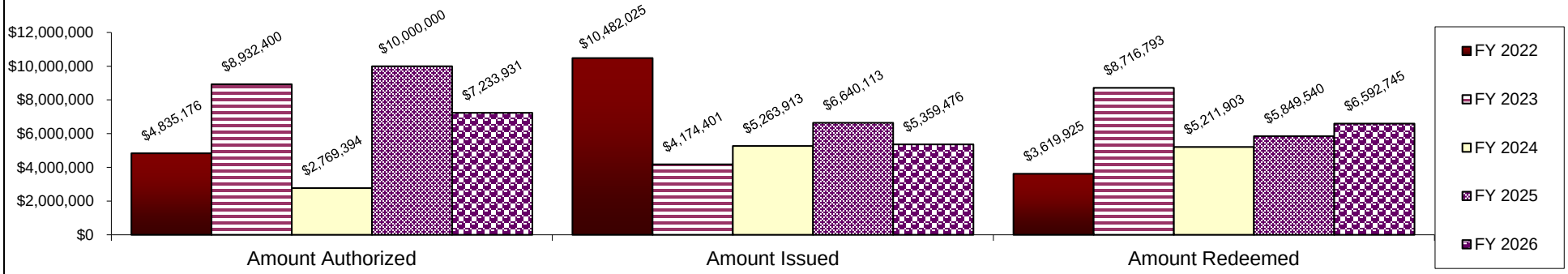
FY 2024 EST. Amount Outstanding $13,997,520

FY 2024 EST. Amount Authorized but Unissued $14,677,173

TAX CREDIT ANALYSIS

Program Name: **Affordable Housing Assistance Tax Credit Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
The projections cannot precisely account for carry forward provision nor the individual credit holder's decision on when to claim a particular credit.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (12 years)
BENEFITS		
Direct Fiscal Benefits	$1,115,128	$1,549,660
Indirect Fiscal Benefits	($711,896)	($989,300)
Total	$403,233	$560,360
COSTS		
Direct Fiscal Costs	$415,409	$2,612,202
Indirect Fiscal Costs	$0	$0
Total	$415,409	$2,612,202
BENEFIT: COST	**0.97**	**0.21**

Derivation of Benefits:
Investment: (a) $14,877,000 in Residential Investment spending over years 2023-2024. (b) $1,000,000 in Professional Services operations spending over years 2023-2024.
Employment: (a) N/A
Other Assumptions: (a) N/A
Incentives/Credits: (a) $2,769,394 in tax credits over years 2024-2033 with 97.7 percent total redemption of credits anticipated.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:
The Affordable Housing Assistance Program (AHAP) increases the availability of rental housing and for sale housing that is affordable to low-income families. Other benefits include the removal of blight in communities and increased local tax revenues such as property taxes. The AHAP credit increases the capacity of non-profit housing organizations to build or renovate affordable housing for low-income families. The AHAP credit increases the amount of disposable income for low-income families by providing housing that is affordable to them. This improves the overall quality of their lives by providing additional income for other basic necessities such as food, clothing, healthcare and education. Lastly, the operating AHAP credit helps organizations attract donations to support operating funds, without which the agencies may not be able to administer their affordable housing programs.

In FY-2024, every dollar of auth. Program tax credits returns

$13.39	in new personal income totaling	$5.56 million
$22.16	in new value-added/GSP totaling	$9.20 million
$39.12	in new economic output totaling	$16.25 million

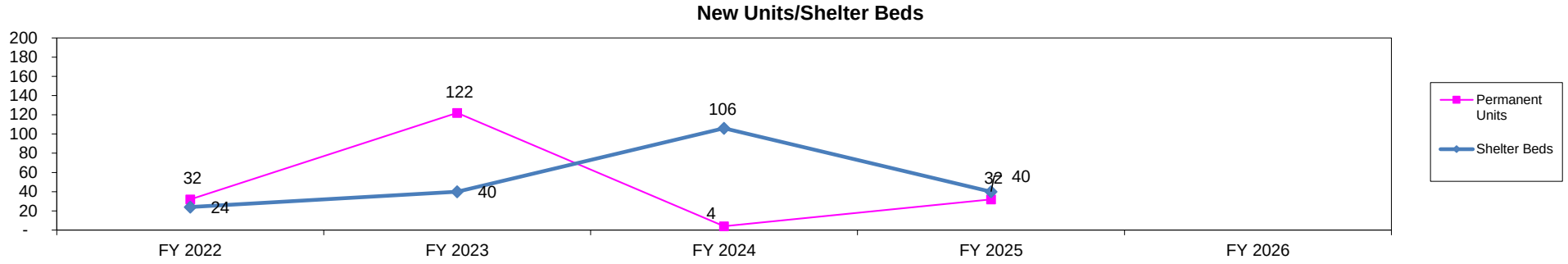
Over 12 YEARS, every dollar of auth. Program tax credits returns

$1.25	in new personal income totaling	$3.27 million
$1.12	in new value-added/GSP totaling	$2.94 million
$1.96	in new economic output totaling	$5.13 million

TAX CREDIT ANALYSIS

Program Name:	**Affordable Housing Assistance Tax Credit Program**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

The number of housing units produced is based on what is reported to MHDC by the non-profit sponsor of the development. Projects awarded AHAP credits may be awarded additional credits in succeeding years; however, these projects receiving AHAP credits are not counted as "new units". In this circumstance, MHDC places a new Land Use Restrictive Agreement (LURA) on the units, extending the affordability period.

TAX CREDIT ANALYSIS

Program Name: **Advanced Industrial Manufacturing Zones Act (AIM Zones)**

Department: Economic Development | **Contact Name & No.:** Brooklyn Wasser (573) 522-8006 | **Date:** January 2025

Program Category: Redevelopment | **Type:** Other (specify) | Other: Refund of withholding tax of new jobs

Statutory Authority: Section 68.075, RSMo | **Applicable Taxes:** State Tax Withholdings

Tax Credit Creation Date: 2016 | **Year of Last Legislative Change:** 2021

Program Description and Eligibility Requirements:
This program diverts withholding taxes from new job creation in established AIM zones to the port authority. An AIM zone may be established through a resolution passed by the port authority board of commissioners for an area in the authority's jurisdiction. Funds must be used to expand, develop, and redevelop the AIM zone.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Benefits are 50% of the state withholding tax from new job creation by Missouri businesses subject to state tax withholdings and located in the AIM Zone. There must be an increase in the number of full-time employees for facilities, exceeding the established base employment for each facility.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
NA

Sunset Provision: Yes Date of Sunset 8/28/2030 Date of Last Sunset Extension 8/28/2021

Explanation of Expiration of Authority:
No AIM Zone may be established after August 28, 2030. Any AIM zone created prior to that date shall continue to exist and be coterminous with the retirement of all debts incurred under subsection 4 of this section. No debts may be incurred or reauthorized using AIM zone revenue after August 28, 2030.

Specific Provisions: (if applicable)

Carry forward n/a | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
8/28/2021: SB 5

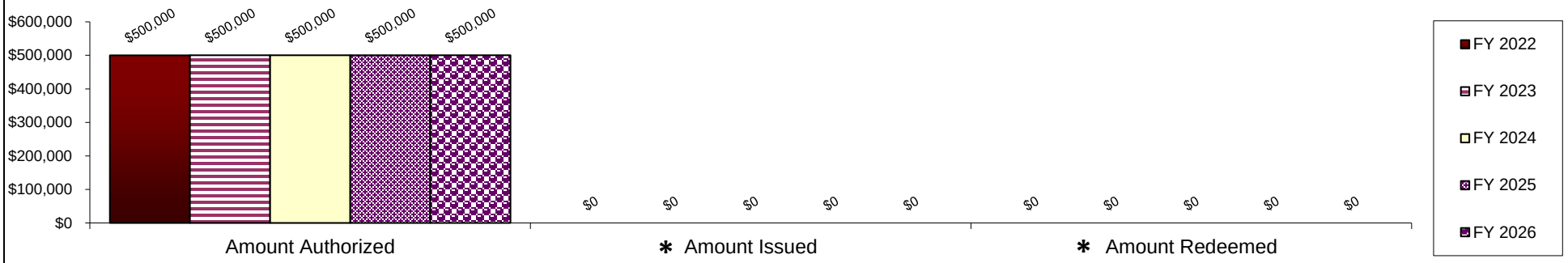
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Projects (#)	2	2	2	2	2	2
Total Projects (#)	11	14	14	12	12	12
Amount Authorized	$500,000	$500,000	$500,000	$500,000	$500,000	$500,000
Amount Refunded/Redeemed	*	*	*	$0	$0	$0

FY 2024 EST. Amount Outstanding N/A | FY 2024 EST. Amount Authorized but Unissued N/A

HISTORICAL AND PROJECTED INFORMATION

TAX CREDIT ANALYSIS

Program Name: **Advanced Industrial Manufacturing Zones Act (AIM Zones)**



Comments on Historical and Projected Information: The Department of Revenue oversees diversions to and refunds of eligible withholdings through the AIM Zone fund. DED's role in the program's performance is to receive the annual budget.

**Data is retained by the Department of Revenue and is kept confidential to protect privacy due to the limited number of projects receiving benefits in the given year, pursuant to Section 32.057 RSMo.*

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

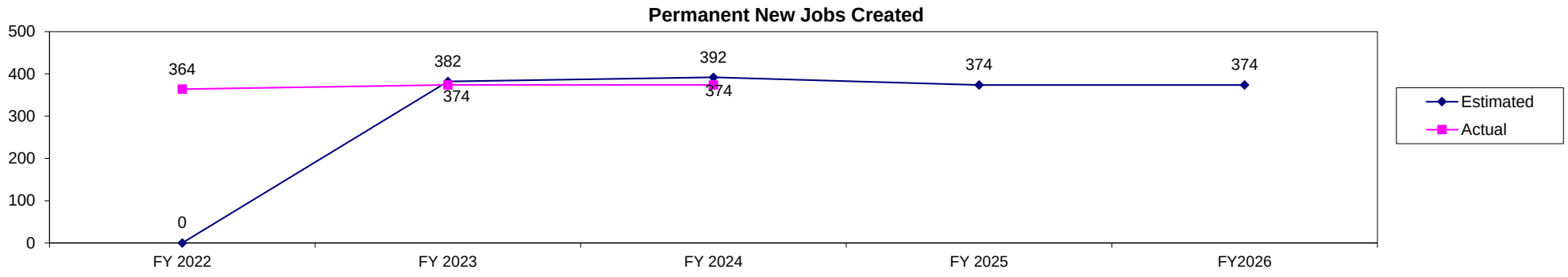
Derivation of Benefits:
*Data necessary for analysis is retained by the Department of Revenue and is kept confidential to protect privacy, pursuant to Section 32.057 RSMo.

Other Benefits:

TAX CREDIT ANALYSIS

Program Name: **Advanced Industrial Manufacturing Zones Act (AIM Zones)**

PERFORMANCE MEASURE(S)



Comments on Performance Measure: Numbers are captured from projects that were closed out this fiscal year.

TAX CREDIT ANALYSIS

Program Name: **Amateur Sporting Contribution Tax Credit**

Department: Economic Development | **Contact Name & No.:** Brooklyn Wasser (573) 522-8006 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: Section 67.3005, RSMo | **Applicable Taxes:** Income Tax, Bank Tax, Insurance Premium Tax, Other Financial Institutions Tax

Tax Credit Creation Date: 2013 | **Year of Last Legislative Change:** 2018

Program Description and Eligibility Requirements:
This program provides an incentive for donations to certified sponsors and local organizing committees with a support contract for a sporting event. Certified sponsors and local organizing committees must provide the State with payment equal to 50% of the eligible donation. Once the Department has processed the payment, the Department will then issue tax credits equal to the amount of the payment to the State.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
This program provides a tax credit to taxpayers making eligible donations to "certified sponsors" and "local organizing committees". Taxpayers can receive tax credits equal to 50% of an eligible donation to an eligible applicant.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 10 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
No more than $10 million dollars in tax credits can be issued in a given fiscal year.

Sunset Provision: Yes Date of Sunset 8/28/2025 Date of Last Sunset Extension 8/28/2018

Explanation of Expiration of Authority:
The Amateur Sporting Contribution Tax Credit sunsets August 28, 2025.

Specific Provisions: (if applicable)
Carry forward 2 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset Yes | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

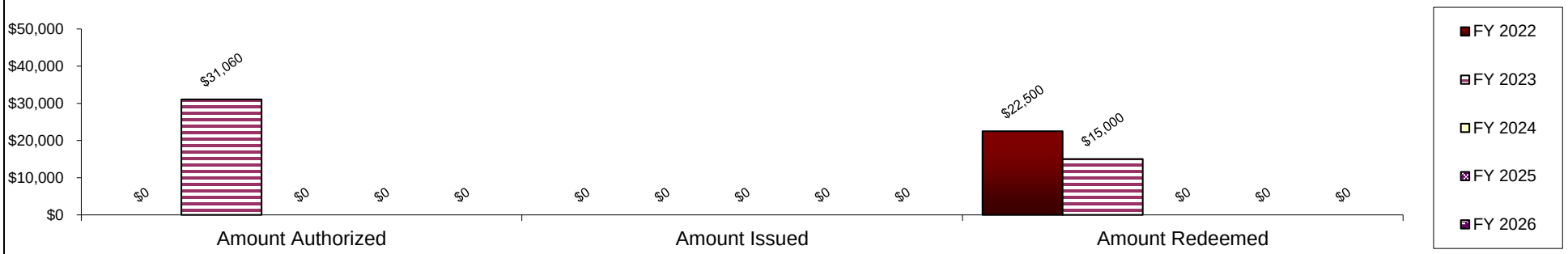
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	1	0	*0*	0	0
Projects/Participants (#)	0	1	0	*0*	0	0
Amount Authorized	$0	$31,060	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$22,500	$15,000	$0	*$0*	$0	$0

FY 2024 EST. Amount Outstanding $23,250 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Amateur Sporting Contribution Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Projected information for Authorized, Issued, and Redeemed amounts is based on 3 year average.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (5 years)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No new authorizations in FY2024.

Other Benefits:

In FY-2024, every dollar of auth. program tax credits returns

$0.87	in new personal income totaling	$0.03	million
$1.24	in new value-added/GSP totaling	$0.04	million
$2.17	in new economic output totaling	$0.07	million

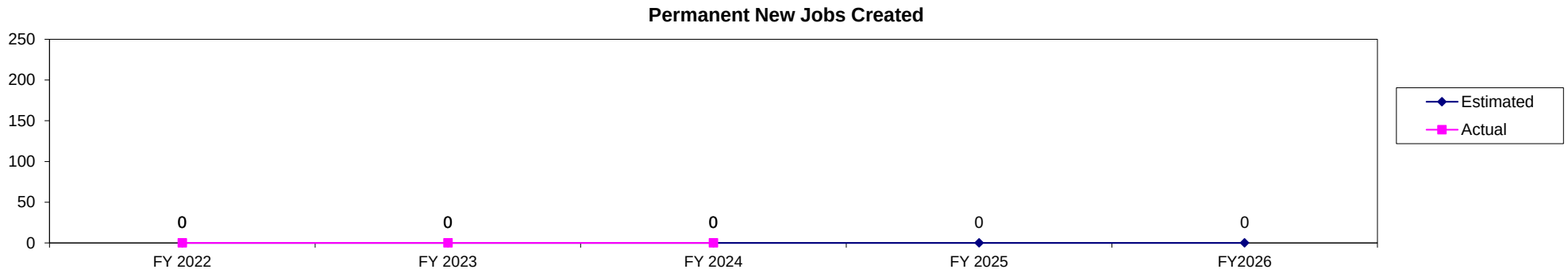
Over 5 YEARS, every dollar of auth. program tax credits returns

$1.18	in new personal income totaling	$0.04	million
$1.35	in new value-added/GSP totaling	$0.04	million
$2.34	in new economic output totaling	$0.07	million

TAX CREDIT ANALYSIS

Program Name: **Amateur Sporting Contribution Tax Credit**

PERFORMANCE MEASURE(S)



Comments on Performance Measure: Numbers are captured from projects that were closed out this fiscal year.

TAX CREDIT ANALYSIS

Program Name: **Amateur Sporting Ticket Sales Tax Credit**

Department: Economic Development | **Contact Name & No.:** Brooklyn Wasser (573) 522-8006 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: Section 67.3000, RSMo | **Applicable Taxes:** Income Tax, Bank Tax, Insurance Premium Tax, Other Financial Institutions Tax

Tax Credit Creation Date: 2013 | **Year of Last Legislative Change:** 2018

Program Description and Eligibility Requirements:
This program provides a tax credit that is designed to encourage the location of competitively bid amateur sporting events in Missouri. The program is available to: "certified sponsors" active in the National Association of Sports Commissions, "endorsing counties", "endorsing municipalities", and "local organizing committees".

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Eligible applicants can be awarded up to the lesser of $5 per event ticket, or 100% of eligible costs. Eligible costs include: 1) costs necessary for conducting the sporting event, 2) costs relating to the preparations necessary to hold the sporting event, and 3) the applicant's pledged obligations to the organization responsible for selecting the site of the event as evidenced by the support contract.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 3 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
No more than $3 million dollars in tax credits can be issued in a given fiscal year. Applicants in Jackson County, St. Louis City, and St. Louis County may only receive up to $2.7 million of the $3 million cap.

Sunset Provision: Yes Date of Sunset 8/28/2025 Date of Last Sunset Extension 8/28/2018

Explanation of Expiration of Authority:
The Amateur Sporting Ticket Sales Tax Credit sunsets August 28, 2025.

Specific Provisions: (if applicable)
Carry forward n/a Carry Back n/a Refundable Yes Apportioned No Appropriated No
Sellable/Assignable Yes Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

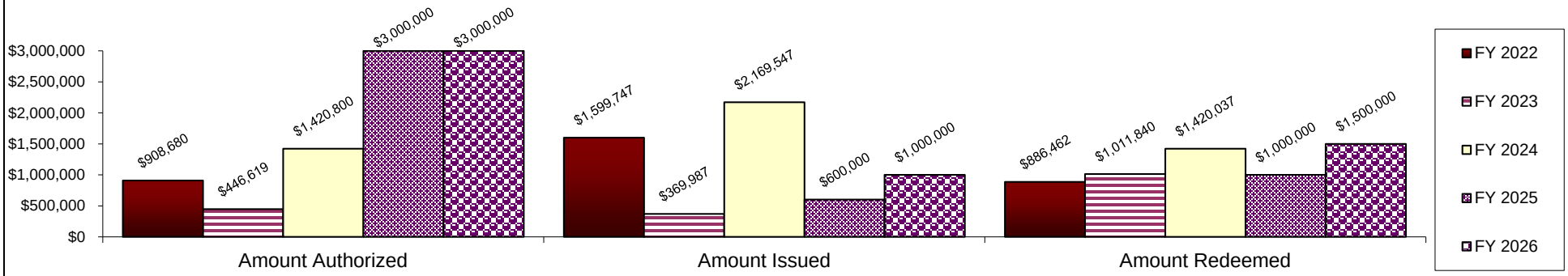
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	11	17	24	*17*	24	24
Projects/Participants (#)	11	17	8	*8*	10	10
Amount Authorized	$908,680	$446,619	$1,420,800	*$144,000*	$3,000,000	$3,000,000
Amount Issued	$1,599,747	$369,987	$2,169,547	*$152,040*	$600,000	$1,000,000
Amount Redeemed	$886,462	$1,011,840	$1,420,037	*$2,500*	$1,000,000	$1,500,000

FY 2024 EST. Amount Outstanding $1,745,344 | FY 2024 EST. Amount Authorized but Unissued $8,239,087

TAX CREDIT ANALYSIS

Program Name: **Amateur Sporting Ticket Sales Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Projected information is based on 3 year average and known upcoming events.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (5 years)
BENEFITS		
Direct Fiscal Benefits	$697,209	$1,111,716
Indirect Fiscal Benefits	$880,000	$1,403,180
Total	$1,577,208	$2,514,896
COSTS		
Direct Fiscal Costs	$2,169,547	$2,169,547
Indirect Fiscal Costs	$0	$0
Total	$2,169,547	$2,169,547
BENEFIT: COST	**0.73**	**1.16**

Derivation of Benefits:
Investment: N/A
Employment: N/A
Other Assumptions: (a) 80% of ticket sales estimated for facility operations of $1,787,584 in FY 2024; (b) 60% (65,690) of the 109,483 expected daily attendees bring new visitor spending of $29,946,734 to the state during events.
Incentives/Credits: (a) $2,169,547 in Amateur Sports tax credits in year 2024.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

In FY-2024, every dollar of auth. program tax credits returns

$5.02	in new personal income totaling	$10.89	million
$7.18	in new value-added/GSP totaling	$15.57	million
$12.22	in new economic output totaling	$26.52	million

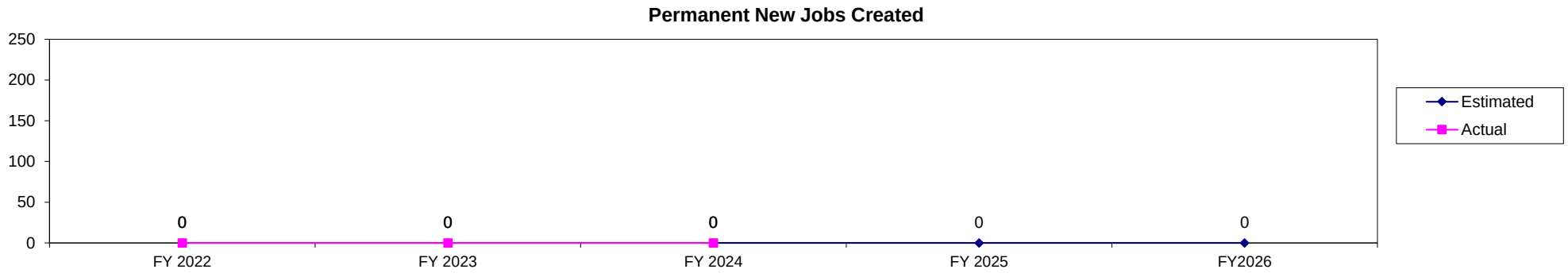
Over 5 YEARS, every dollar of auth. program tax credits returns

$14.25	in new personal income totaling	$30.91	million
$15.46	in new value-added/GSP totaling	$33.54	million
$26.29	in new economic output totaling	$57.05	million

TAX CREDIT ANALYSIS

Program Name: **Amateur Sporting Ticket Sales Tax Credit**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Brownfield Remediation Tax Credit**

Department: Economic Development | **Contact Name & No.:** Brooklyn Wasser (573) 522-8006 | **Date:** January 2025

Program Category: Redevelopment | **Type:** Tax Credit | Other:

Statutory Authority: Sections 447.700-447.718, RSMo | **Applicable Taxes:** Income Tax, Corporate Franchise Tax, Bank Tax, Insurance Premium Tax, Other Financial Institutions Tax

Tax Credit Creation Date: 1995 | **Year of Last Legislative Change:** 2016

Program Description and Eligibility Requirements:
Provide an incentive to businesses/developers to redevelop property contaminated with hazardous wastes. Requires property to be abandoned or underutilized for at least three years, real or suspected environmental contamination, and must enter the Department of Natural Resource's (DNR) Voluntary Cleanup Program. Project must create 10 new jobs or retain 25 jobs.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Eligible applicants may receive a tax credit of up to 100% of eligible remediation costs; 75% upon payment of remediation costs and 25% upon issuance of DNRs Clean Letter. The calculation of award must be the least amount necessary for the project to occur and the total benefits of the project are capped by the state economic benefit analysis.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)
Carry forward 20 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

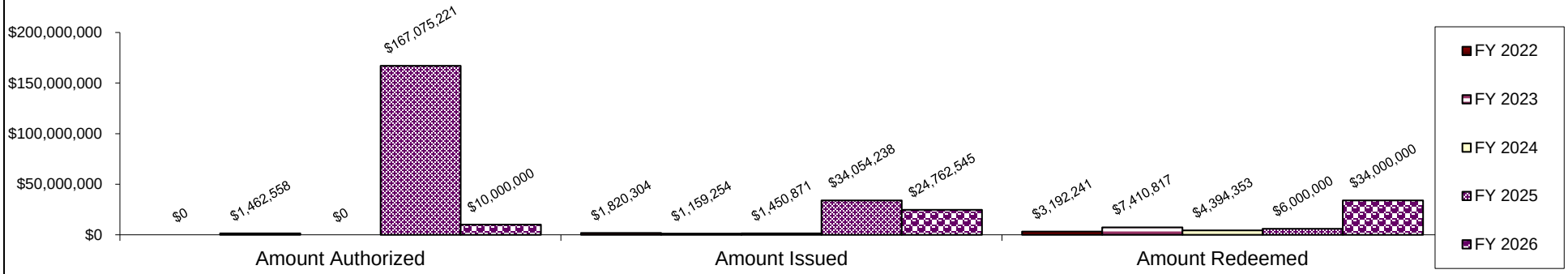
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	1	2	2	*2*	4	3
Projects (#)	1	2	2	*2*	2	2
Amount Authorized	$0	$1,462,558	$0	*$158,945,144*	$167,075,221	$10,000,000
Amount Issued	$1,820,304	$1,159,254	$1,450,871	*$535,050*	$34,054,238	$24,762,545
Amount Redeemed	$3,192,241	$7,410,817	$4,394,353	*$2,545,286*	$6,000,000	$34,000,000

FY 2024 EST. Amount Outstanding $16,351,754 | FY 2024 EST. Amount Authorized but Unissued $10,287,360

TAX CREDIT ANALYSIS

Program Name: **Brownfield Remediation Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Projected information is based on 3 year average.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (10 years)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

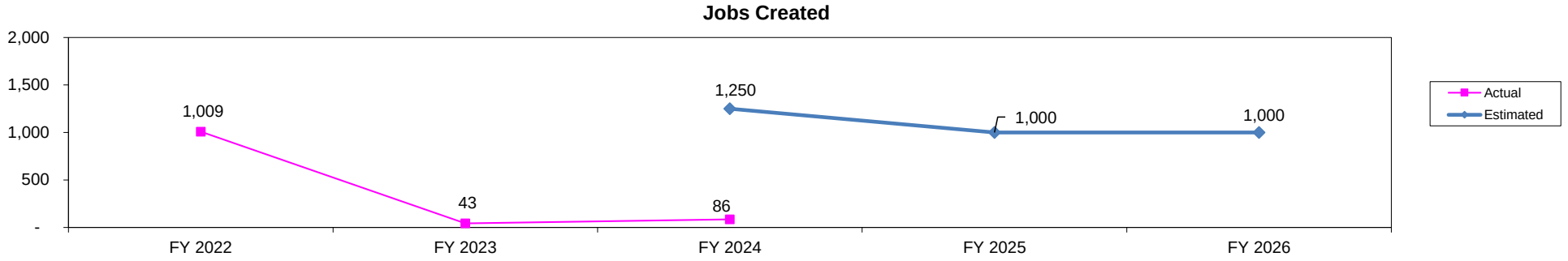
Derivation of Benefits:
No new authorizations in FY2024.

Other Benefits:

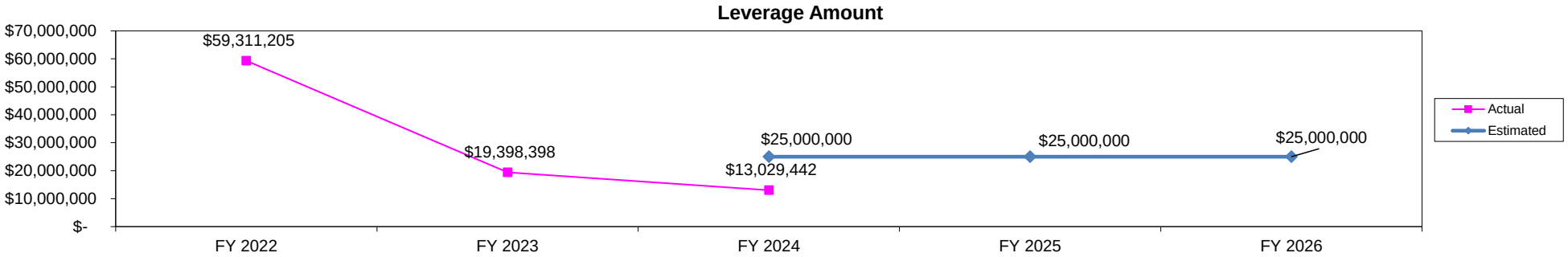
TAX CREDIT ANALYSIS

Program Name: **Brownfield Remediation Tax Credit**

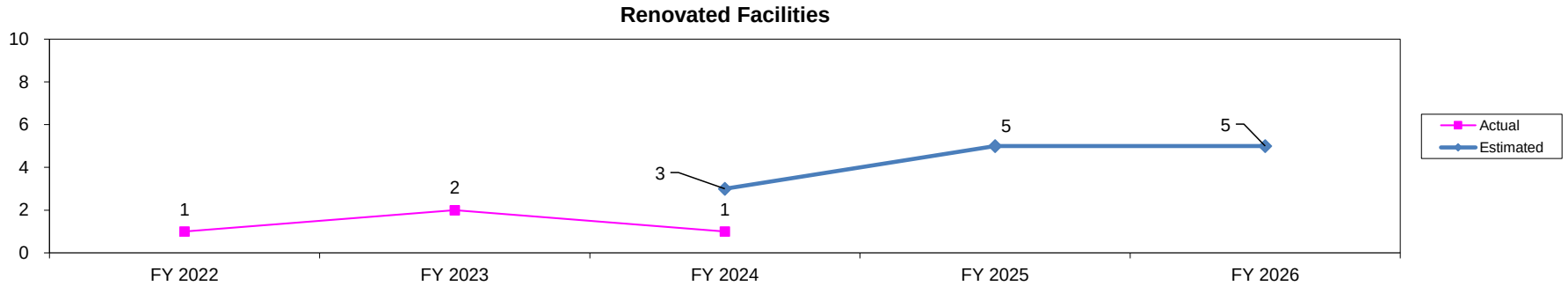
PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Numbers are captured from projects that were closed out each fiscal year.



Comments on Performance Measure:
Numbers are captured from projects that were closed out each fiscal year.



Comments on Performance Measure:
Numbers are captured from projects that were closed out each fiscal year.

TAX CREDIT ANALYSIS

Program Name: **Business Facility Headquarters Tax Credit (BFC)**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: Sections 135.100-135.258, RSMo | **Applicable Taxes:** Income Tax, Bank Tax, Insurance Premium Tax, Insurance Company Retaliatory Tax

Tax Credit Creation Date: 1980 | **Year of Last Legislative Change:** 2022

Program Description and Eligibility Requirements:

Tax incentives to facilitate the expansion of new or existing businesses in Missouri. "Headquarters" that commence operations and "headquarters" of certain "employee-owned" businesses that commence or expand operations on or before December 31, 2024 may be eligible for the program. The facility must maintain an average of at least 500 new business facility employees and the facility must create at least 25 new jobs and make $1,000,000 in new investment, as compared to the base year, and maintain an average of at least $20,000,000 in business facility investment.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

The Missouri company qualifying as a new "headquarters" facility may receive the greater of: $400 for each new business facility employee and 4% of new business facility investment; or, $500 for each new business facility employee and $500 of each $100,000 of new business facility investment.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

Sunset Provision: Yes Date of Sunset 12/31/2028 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

No revenue-producing enterprise shall receive the incentives set forth in sections 135.100 to 135.150 for facilities commencing operations on or after January 1, 2005. Headquarters may receive incentives for facilities commencing or expanding operations on or after January 1, 2005 but not on or after January 1, 2031. HB 2400 (2022).

Specific Provisions: (if applicable)

Carry forward 5 years | Carry Back n/a | Refundable Yes | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Carry forward, Refundable and Sellable/Assignable provisions are limited in application.

Legislative / General Assembly Action(s) During Prior Five Years:

2022: HB 2400

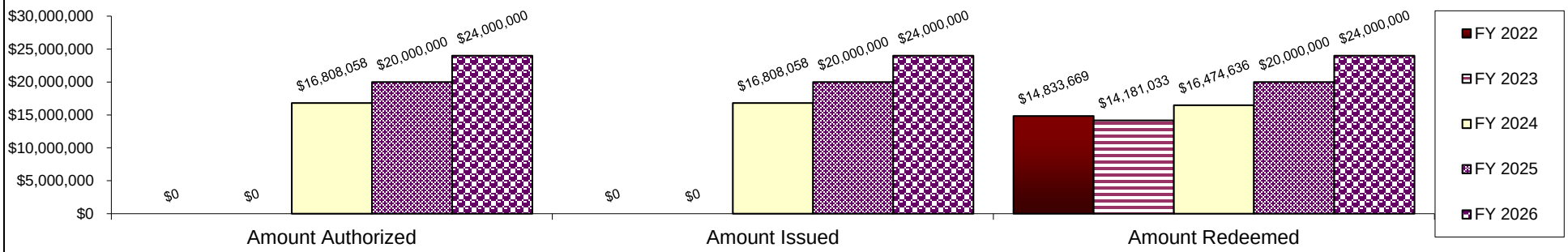
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	18	0	9	*9*	9	9
Projects/Participants (#)	0	0	9	*9*	9	9
Amount Authorized	$0	$0	$16,808,058	*$19,680,966*	$20,000,000	$24,000,000
Amount Issued	$0	$0	$16,808,058	*$19,680,966*	$20,000,000	$24,000,000
Amount Redeemed	$14,833,669	$14,181,033	$16,474,636	*$7,063,724*	$20,000,000	$24,000,000

FY 2024 EST. Amount Outstanding $366,403 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Business Facility Headquarters Tax Credit (BFC)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
FY2024 and FY2025 projections based on NOI currently received by organization, but could change should additional NOI's be received.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (15 years)
BENEFITS		
Direct Fiscal Benefits	$1,150,372	$75,592,280
Indirect Fiscal Benefits	$1,301,940	$85,542,259
Total	$2,452,312	$161,134,539
COSTS		
Direct Fiscal Costs	$1,317,383	$140,301,516
Indirect Fiscal Costs	$0	$0
Total	$1,317,383	$140,301,516
BENEFIT: COST	**1.86**	**1.15**

Derivation of Benefits:
Investment: (a) $230,906,275 in Non-Residential Investment spending over years 2014-2023.
Employment: (a) 1,683 jobs scaled up over ten years in Professional, Scientific, and Technical Services at average wage rates over years 2014-2043.
Other Assumptions: N/A
Incentives/Credits: (a) $179,937,573 in Business Facility tax credits over years 2014-2033 to model full cost of active BFC projects where activity has occurred.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.
The multi-year fiscal Benefit-Cost Ratio is 1.07 when other program incentives (Missouri Works) are included.

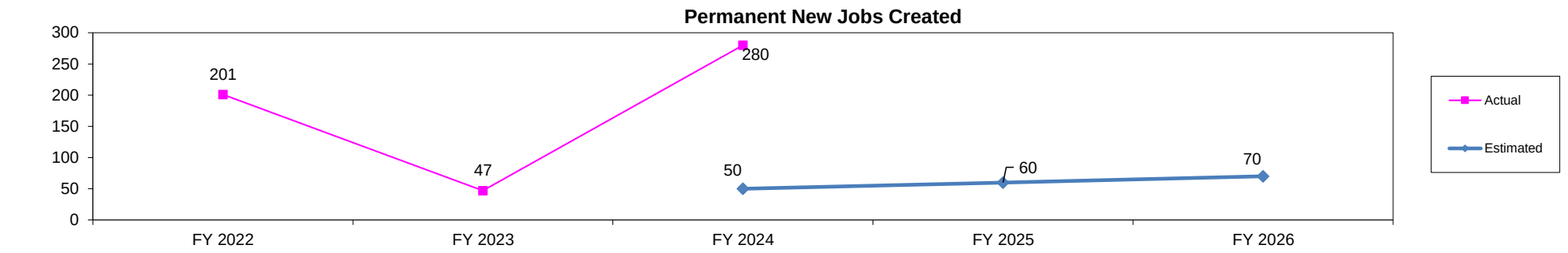
Other Benefits:

In FY 2024, every dollar of auth. program tax credits returns:			**Over 20 YEARS, every dollar of auth. program tax credits returns**		
$33.87	in new personal income totaling	$44.62 million	$44.65	in new personal income totaling	$6,690.69 million
$52.98	in new value-added/GSP totaling	$69.79 million	$55.29	in new value-added/GSP totaling	$8,284.28 million
$87.92	in new economic output totaling	$115.82 million	$88.64	in new economic output totaling	$13,281.23 million

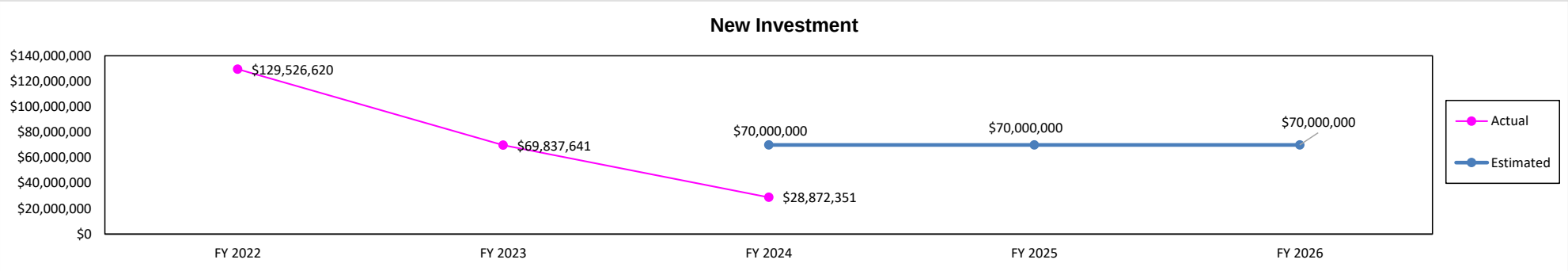
TAX CREDIT ANALYSIS

Program Name: **Business Facility Headquarters Tax Credit (BFC)**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Benefits are based on the number of new jobs above the base. For the purposes of reporting, the number that is indicated here is net new year to year, so that there is no double counting of new jobs. For the projects for which credits were issued, the jobs were not net new for this fiscal year but did have new jobs over the base.



Comments on Performance Measure:
Benefits are based on the amount of investment above the base. For purposes of reporting, the amount that is indicated here is net new year to year, so that there is no double counting of new investment.

TAX CREDIT ANALYSIS

Program Name: **Business Use Incentives for Large-Scale Development (BUILD)**

Department: Economic Development - Missouri Development Finance Board (MDFB)
Contact Name & No.: Mark Stombaugh (573) 751-8579
Date: January 2025

Program Category: Business Recruitment
Type: Tax Credit
Other:

Statutory Authority: Sections 100.700-100.850, RSMo
Applicable Taxes: Income Tax, Bank Tax, Insurance Premium Tax, Other Financial Institution Tax

Tax Credit Creation Date: 1996
Year of Last Legislative Change: 2018

Program Description and Eligibility Requirements:
The incentives offered by the BUILD Missouri Program are designed to offset infrastructure and other capital costs of certain large projects by making the cost of investing in Missouri more competitive. The costs are financed through the issuance by the Board of certificates (bonds or notes) the principal and interest on which will be repaid by the business. Businesses are then reimbursed for these repayments through the issuance by the Board of Missouri State income tax credits. The businesses may use these credits against taxes, which would otherwise be due, or to obtain a refund if the business has no Missouri income tax liability. All businesses that manufacture, process (including agricultural processing) or assemble products are eligible. Businesses that conduct research and development or provide services in interstate commerce are also eligible. Certain office industries are also eligible. A manufacturing business must invest a minimum of $15 million and 100 new jobs. An office business must invest a minimum of $10 million and 500 jobs. There are other discretionary factors.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
The award is computed based on principal, interest and fees annually and limited to be no more that 5% of gross wages of each eligible employee whose job was created as a result of the project.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 25 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Aggregate amount of debt reduction assessments of all companies with bonds outstanding and still active shall not exceed $25 million annually. **The Authorized Amounts in the chart below are reported as the total authorized credits available to be issued to all companies during the fiscal year, not just new projects.**

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)
Carry forward n/a Carry Back n/a Refundable Yes Apportioned No Appropriated No
Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

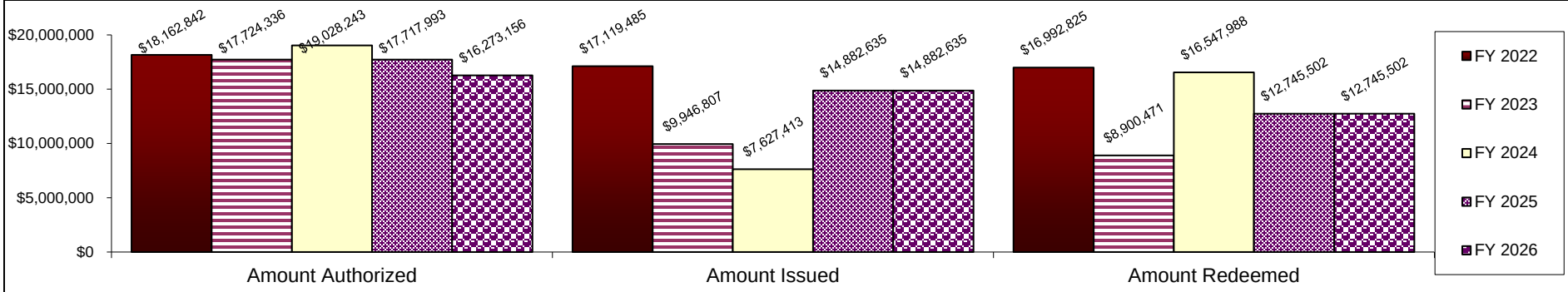
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	44	41	26	*7*	41	37
Projects/Participants (#)	43	37	43	*38*	38	34
Amount Authorized	$18,162,842	$17,724,336	$19,028,243	*$18,831,408*	$17,717,993	$16,273,156
Amount Issued	$17,119,485	$9,946,807	$7,627,413	*$3,495,564*	$14,882,635	$14,882,635
Amount Redeemed	$16,992,825	$8,900,471	$16,547,988	*$4,018,751*	$12,745,502	$12,745,502

FY 2024 EST. Amount Outstanding $19,343,949
FY 2024 EST. Amount Authorized but Unissued $166,979,775

TAX CREDIT ANALYSIS

Program Name: **Business Use Incentives for Large-Scale Development (BUILD)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$0	
Total	$0	$0
COSTS		
Direct Fiscal Costs	$0	
Indirect Fiscal Costs	$0	
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

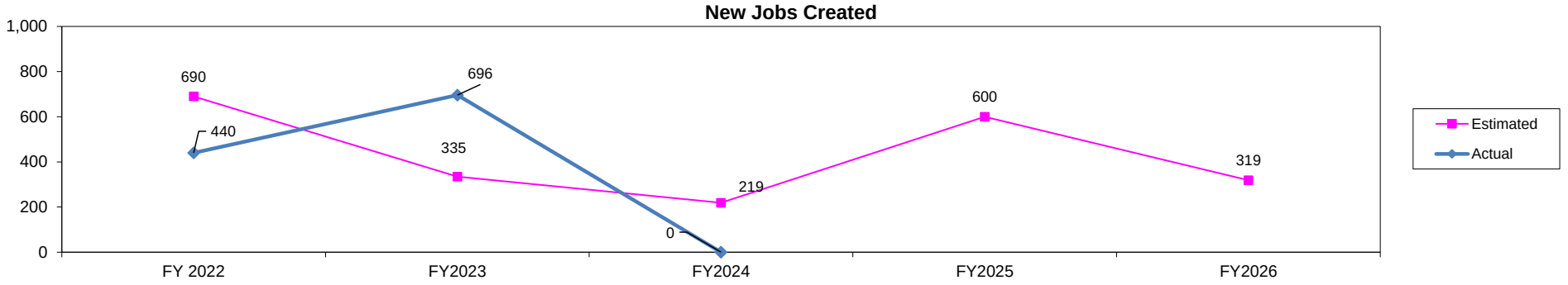
Derivation of Benefits:
No FY2024 authorizations for new BUILD projects.

Other Benefits:

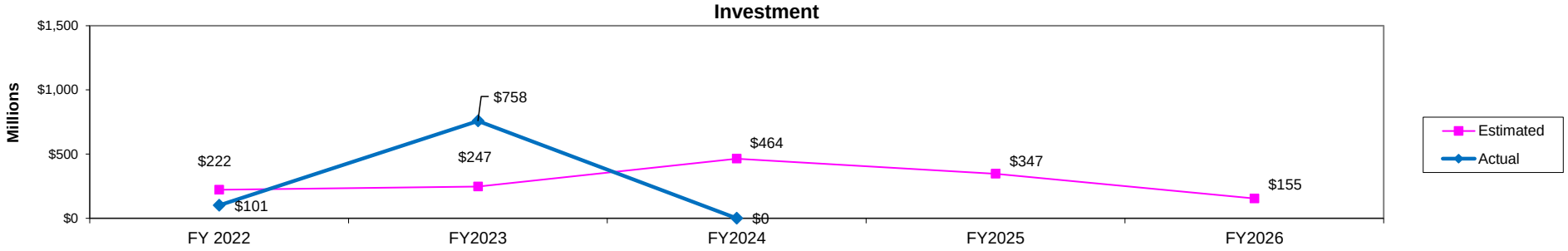
TAX CREDIT ANALYSIS

Program Name: **Business Use Incentives for Large-Scale Development (BUILD)**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Certified Capital Companies (CAPCO)**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Entrepreneurial | **Type:** Tax Credit | Other:

Statutory Authority: Sections 135.500-135.529, RSMo | **Applicable Taxes:** Insurance Premium Tax

Tax Credit Creation Date: 1996 | **Year of Last Legislative Change:** 2008

Program Description and Eligibility Requirements:
Insurance companies that invest in a certified CAPCO receive a tax credit.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The tax credit is equal to 100% of the investment.

Program Cap: Cumulative $ 140M over ten years (remainder of cumulative cap) $ Annual $ None

Cap Shared Between Programs No **Which Program(s)?**

Explanation of Cap:
The tax credits can be claimed at up to 10% of the authorized amount per year over a 10-year period.

Sunset Provision: No Date of Sunset Date of Last Sunset Extension

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward n/a | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:
Can carry forward tax credit until they are used.

Legislative / General Assembly Action(s) During Prior Five Years:

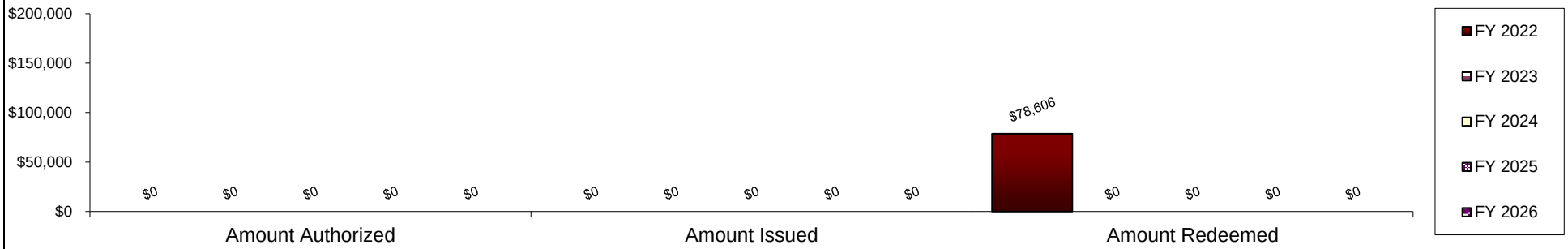
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	0	0	0
Projects/Participants (#)	0	0	0	0	0	0
Amount Authorized	Cumulative Cap Exhausted	Cumulative Cap Exhausted	Cumulative Cap Exhausted	Cumulative Cap Exhausted	Cumulative Cap Exhausted	Cumulative Cap Exhausted
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$78,606	$0	$0	*$0*	$0	$0

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Certified Capital Companies (CAPCO)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

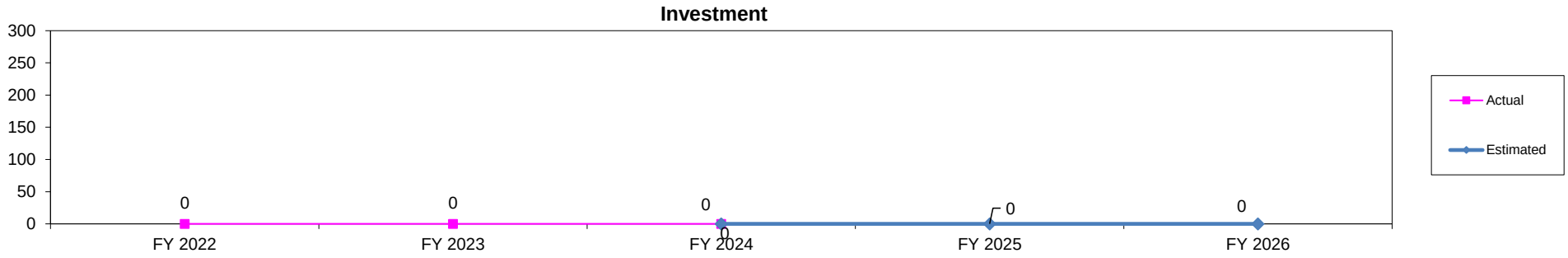
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (15 years)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No authorizations in FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Capitol Complex Tax Credit Act**

Department: Economic Development | **Contact Name & No.:** Daniel Epler (573) 751-5798 | **Date:** January 2025

Program Category: Redevelopment | **Type:** Tax Credit | Other:

Statutory Authority: Section 620.3210, RSMo | **Applicable Taxes:** Income tax and financial institution tax

Tax Credit Creation Date: 2021 | **Year of Last Legislative Change:**

Program Description and Eligibility Requirements:
A contribution tax credit that provides a credit for monetary or artifact donations to capitol complex buildings, including the state capitol, supreme court, old federal courthouse, highway building, and Governor's mansion.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Monetary donations are eligible for a 50% refundable tax credit; Artifact donations are eligible for a 30% nonrefundable tax credit.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 10 Million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
No more than $10 million can be authorized in an calendar year. Donations received in excess of the cap are placed in line for issuance the following year.

Sunset Provision: Yes Date of Sunset 8/28/2027 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
Sunsets after 6 years – August 2027. If reauthorized, sunsets automatically 12 years after August 28, 2021.

Specific Provisions: (if applicable)
Carry forward 4 years | Carry Back n/a | Refundable Yes | Apportioned No | Appropriated No
Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

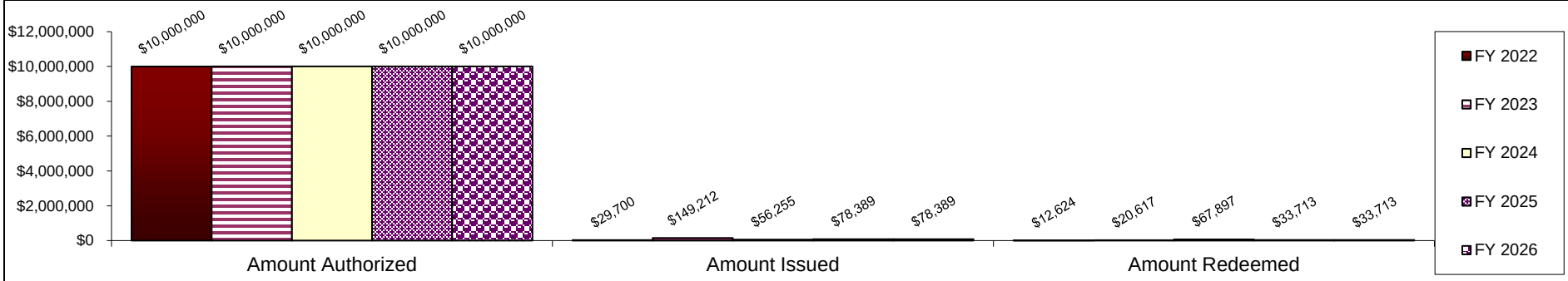
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	30	53	37	2	40	40
Projects (#)	5	5	5	0	5	5
Amount Authorized	$10,000,000	$10,000,000	$10,000,000	$0	$10,000,000	$10,000,000
Amount Issued	$29,700	$149,212	$56,255	$1,907	$78,389	$78,389
Amount Redeemed	$12,624	$20,617	$67,897	$42,424	$33,713	$33,713

FY 2025 EST. Amount Outstanding $100,826 | FY 2025 EST. Amount Authorized but Unissued $19,986,750

TAX CREDIT ANALYSIS

Program Name: **Capitol Complex Tax Credit Act**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

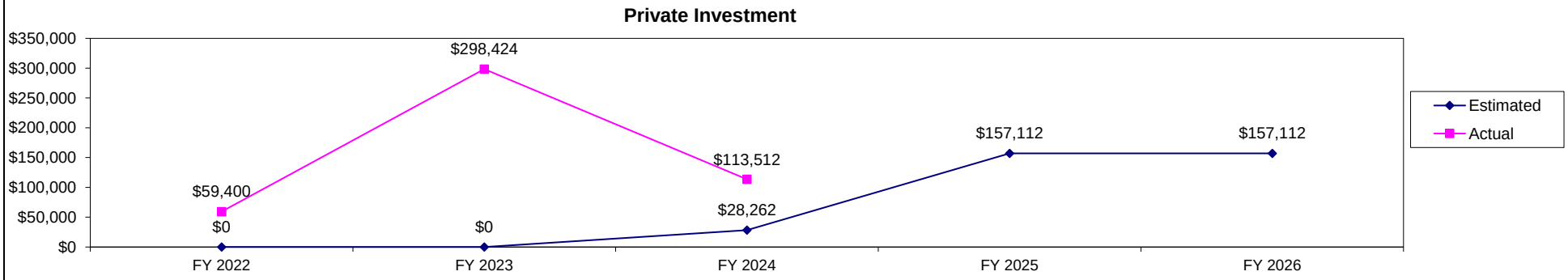
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$1,000	
Indirect Fiscal Benefits	$5,319	
Total	$6,318	
COSTS		
Direct Fiscal Costs	$56,255	
Indirect Fiscal Costs	$0	
Total	$56,255	
BENEFIT: COST	**0.11**	

Derivation of Benefits:
Investment: $112,510 in Non-Residential investment spending from $56,255 in issued tax credits at 50% of the contribution value.
Employment: N/A
Other Assumptions: Incentives/Credits: (a) $56,255 in Capitol Complex Tax Credits issued in 2024.
All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Development Tax Credit**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: Sections 32.100-32.125, RSMo | **Applicable Taxes:** Income Tax, Corporate Franchise Tax, Bank Tax, Insurance Premium Tax, Other Financial Institutions Tax, Express Company Tax

Tax Credit Creation Date: 1989 | **Year of Last Legislative Change:** 2009

Program Description and Eligibility Requirements:
Donations must be made to a non-profit corporation; specified number of jobs must be created within 2 years and maintained for 5 years; application must have the local agency's endorsement; project must be located in a distressed or blighted area; and, the benefiting business must be a for-profit business.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
The tax credit is equal to 50% of a contribution made to a non-profit corporation. The non-profit uses the contributed funds to purchase assets that would be leased to an approved business.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 6 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Credits may not exceed $4 million for any one fiscal year, except that for fiscal years 2005, 2006, and 2007 credits shall not exceed $6 million per fiscal year. SB 1155 (2004).
Effective August 28, 2008, the cap is $6 million.

Sunset Provision: Yes Date of Sunset 8/27/2013 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
No new projects may be proposed after August 27, 2013.

Specific Provisions: (if applicable)

Carry forward 5 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

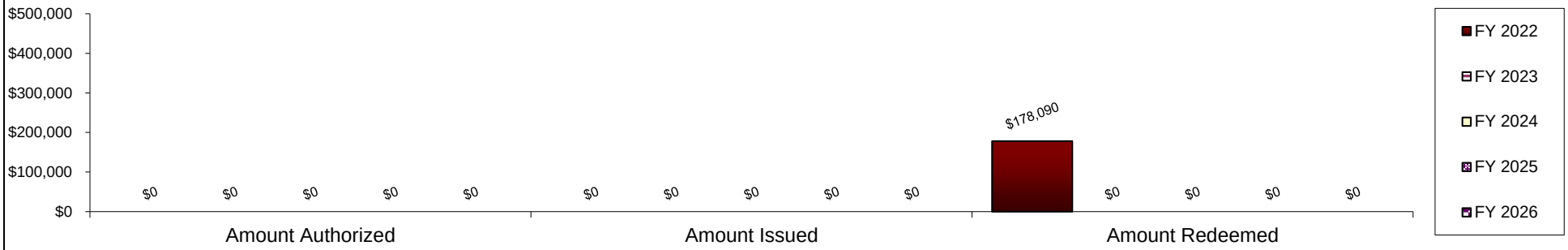
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	0	0	0
Projects/Participants (#)	0	0	0	0	0	0
Amount Authorized	$0	$0	$0	$0	$0	$0
Amount Issued	$0	$0	$0	$0	$0	$0
Amount Redeemed	$178,090	$0	$0	$0	$0	$0

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Development Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

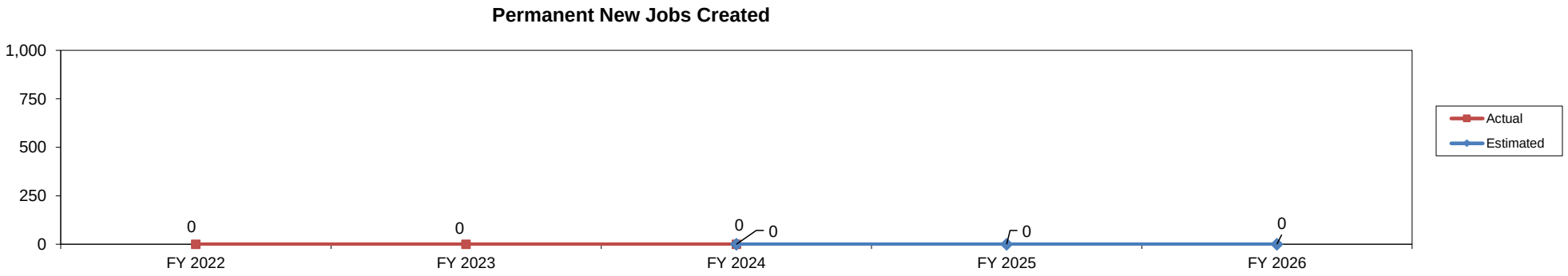
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No authorizations in FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Enhanced Enterprise Zone (EEZ)**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: Sections 135.950-135.973, RSMo | **Applicable Taxes:** Income Tax

Tax Credit Creation Date: 2004 | **Year of Last Legislative Change:** 2021

Program Description and Eligibility Requirements:
Tax credits to new or expanding businesses in enhanced enterprise zones. At least two new jobs must be created or maintained and at least $100,000 of new investment within the zone. Business eligibility determined by the zone based on creation of sustainable jobs in a targeted industry or demonstrated impact on local industry cluster development. Businesses also qualify for local abatement.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Tax credits shall be the lesser of a formula amount based on number of jobs created, number of employees who are residents of the zone, number of employees paid wages above the county average wage and amount of new capital investment OR an amount authorized by DED that is limited to the projected state economic benefit. The credits may be provided each year for up to ten tax years after the project commences operations.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 24 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Annual calendar year cap increased from $4 million to $7 million beginning January 1, 2007. Effective December 2007, the annual calendar year cap increased again from $7 million to $14 million. Effective August 28, 2008, the annual calendar year cap increased to $24 million.

Sunset Provision: Yes Date of Sunset 8/27/2013 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
No new projects may be proposed after August 27, 2013.

Specific Provisions: (if applicable)

Carry forward n/a | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
2021: SB 153 and SB 97

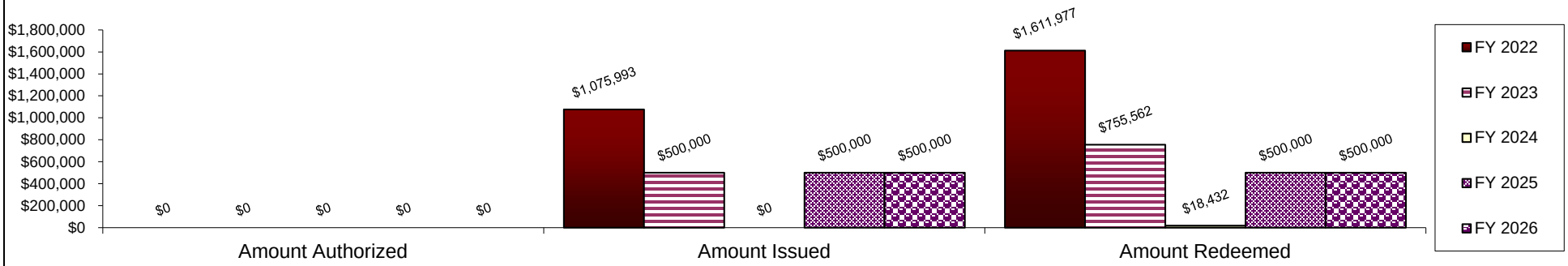
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*1*	1	1
Projects/Participants (#)	0	0	1	*1*	1	1
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$1,075,993	$500,000	$0	*$500,000*	$500,000	$500,000
Amount Redeemed	$1,611,977	$755,562	$18,432	*$0*	$500,000	$500,000

FY 2024 EST. Amount Outstanding $500,000 | FY 2024 EST. Amount Authorized but Unissued $15,293,126

TAX CREDIT ANALYSIS

Program Name: **Enhanced Enterprise Zone (EEZ)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

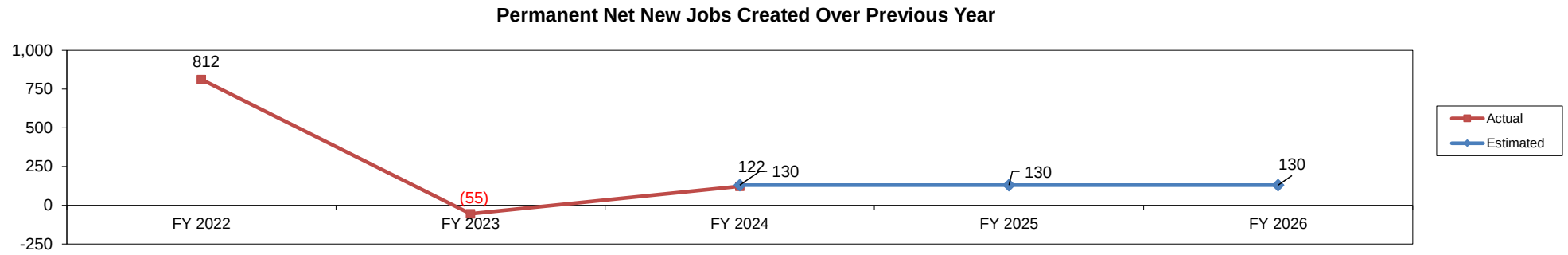
Derivation of Benefits:
No authorizations in FY2024.

Other Benefits:

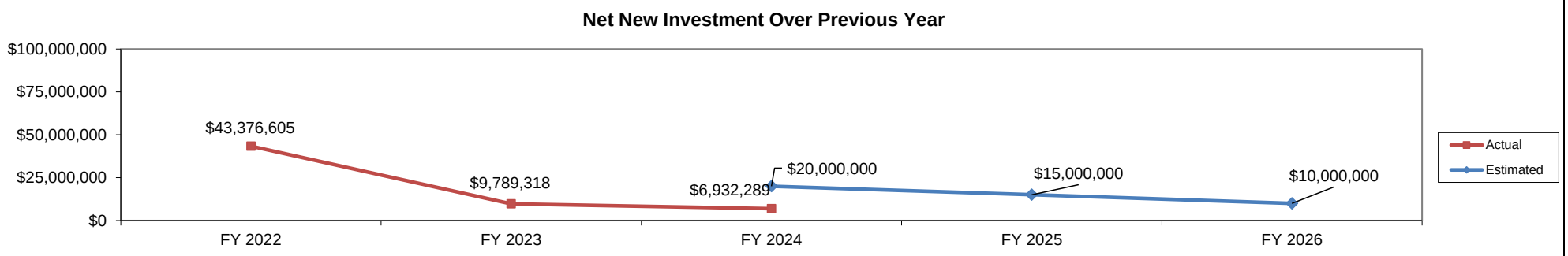
TAX CREDIT ANALYSIS

Program Name: **Enhanced Enterprise Zone (EEZ)**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Entertainment Industry Jobs Act**

Department: Economic Development | **Contact Name & No.:** Andrea Sporcic Klund (573) 526-2102 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: Section 135.753, RSMo | **Applicable Taxes:** Income Tax

Tax Credit Creation Date: 1/1/2024 | **Year of Last Legislative Change:**

Program Description and Eligibility Requirements:
Provides a tax credit for rehearsal and tour expenses that meet the minimum rehearsal and tour requirements.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
A tax credit for 30% of rehearsal and tour expenses that meet the minimum rehearsal and tour requirements.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 8 Million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
The annual cap is $8,000,000 for Entertainment Industry Jobs Act.

Sunset Provision: Yes Date of Sunset 12/31/2030 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
The provisions of the program authorized under this section shall automatically sunset December 31, 2030.

Specific Provisions: (if applicable)

Carry forward 5 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

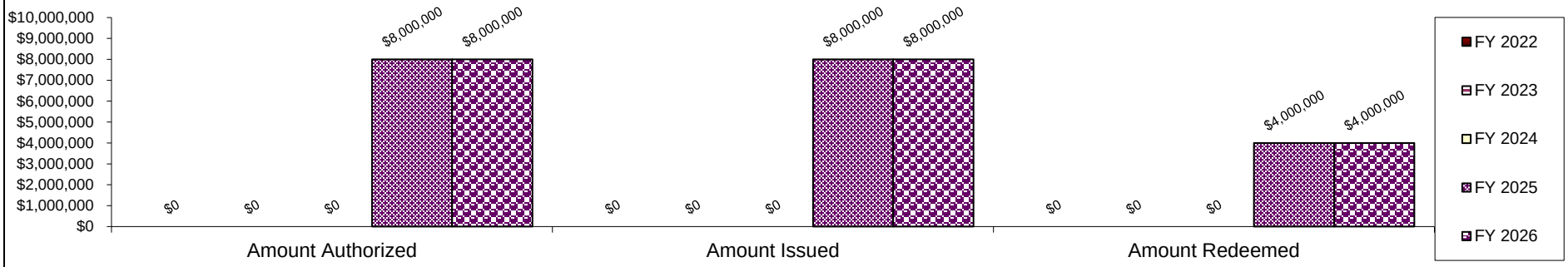
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	8	8
Projects/Participants (#)	0	0	0	*0*	8	8
Amount Authorized	$0	$0	$0	*$0*	$8,000,000	$8,000,000
Amount Issued	$0	$0	$0	*$0*	$8,000,000	$8,000,000
Amount Redeemed	$0	$0	$0	*$0*	$4,000,000	$4,000,000

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Entertainment Industry Jobs Act**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

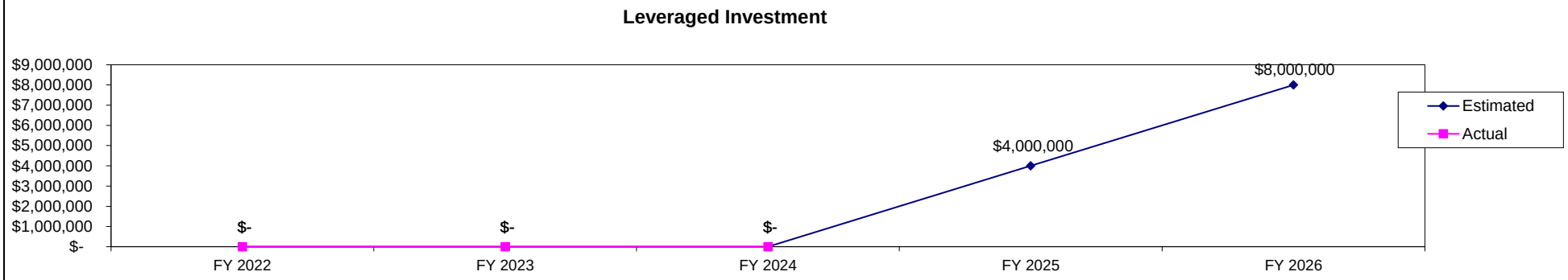
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No authorizations for FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Family Development Account (FDA)**

Department: Economic Development | **Contact Name & No.:** Daniel Epler (573) 751-5798 | **Date:** January 2025

Program Category: Community Development | **Type:** Tax Credit | Other:

Statutory Authority: Sections 208.750-208.775, RSMo | **Applicable Taxes:** Income Tax, Corporate Franchise, Bank Tax, Insurance Premium Tax, Other financial institutions tax, Express Company Tax

Tax Credit Creation Date: 1998 | **Year of Last Legislative Change:** 2009

Program Description and Eligibility Requirements:
Promotes self-sufficiency through asset development for low-income persons through a matched savings program. Individuals, businesses and corporations having tax liability in Missouri are eligible to receive tax credits for qualified donations to approved FDA projects.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Tax credits are provided to a contributor (based on 50% of the contribution) that donates to an approved organization administering the Family Development Account project. The matched savings fund can be used by the low-income persons for education, job training, purchase or rehabilitation of primary residence, or start-up capital for small business.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 300,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
$300,000 in tax credits are awarded each fiscal year on an open cycle.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)
Carry forward n/a Carry Back n/a Refundable No Apportioned No Appropriated No
Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

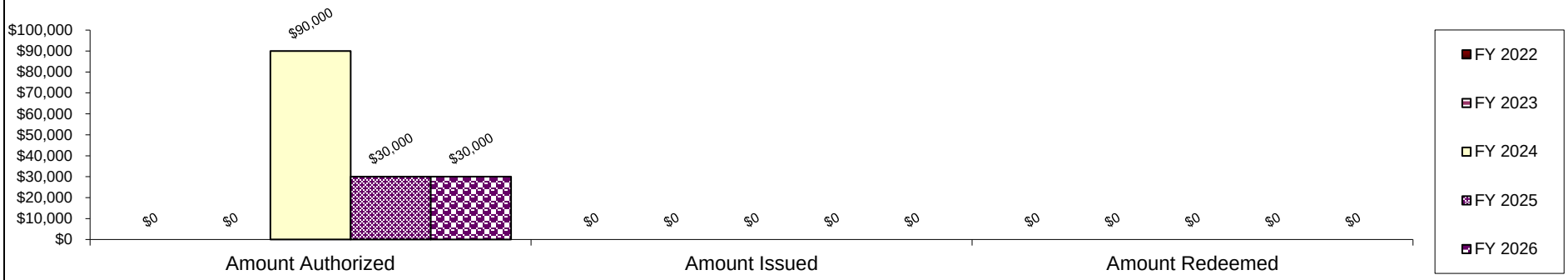
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	1	0	0
Projects/Participants (#)	0	0	1	1	0	0
Amount Authorized	$0	$0	$90,000	$100,000	$30,000	$30,000
Amount Issued	$0	$0	$0	$5,000	$0	$0
Amount Redeemed	$0	$0	$0	$0	$0	$0

FY 2025 EST. Amount Outstanding $57,500 | FY 2025 EST. Amount Authorized but Unissued $132,500

TAX CREDIT ANALYSIS

Program Name: **Family Development Account (FDA)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (5 years)
BENEFITS		
Direct Fiscal Benefits	$1,156	$1,377
Indirect Fiscal Benefits	$5,940	$7,076
Total	$7,096	$8,454
COSTS		
Direct Fiscal Costs	$90,000	$90,000
Indirect Fiscal Costs	$0	$0
Total	$90,000	$90,000
BENEFIT: COST	**0.08**	**0.09**

Derivation of Benefits:
Investment: (a) N/A
Employment: (a) N/A
Other Assumptions: (a) $156,600 in additional income being spent on higher education services and in transfer payments in 2024.
Incentives/Credits: (a) $90,000 in Family Development Account tax credits in 2024..
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

In FY-2024, every dollar of auth. program tax credits returns:

$4.28	in new personal income totaling	$0.21	million
$3.79	in new value-added/GSP totaling	$0.19	million
$6.26	in new economic output totaling	$0.31	million

Over 5 YEARS, every dollar of auth. program tax credits returns:

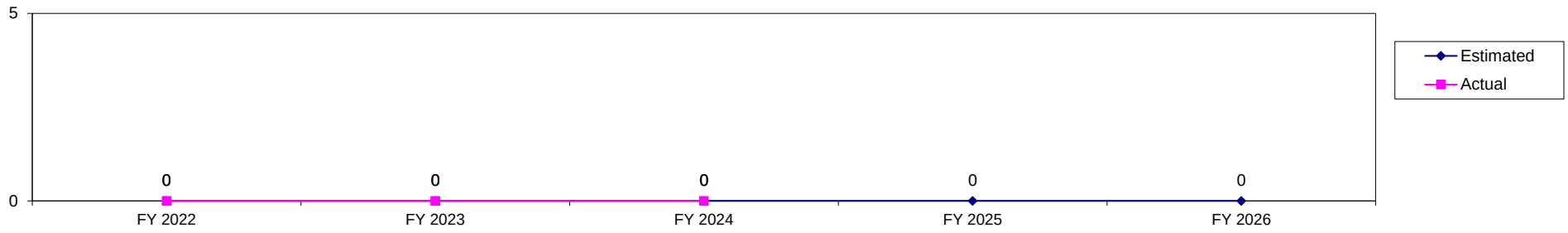
$5.08	in new personal income totaling	$0.25	million
$4.19	in new value-added/GSP totaling	$0.21	million
$6.95	in new economic output totaling	$0.35	million

TAX CREDIT ANALYSIS

Program Name: **Family Development Account (FDA)**

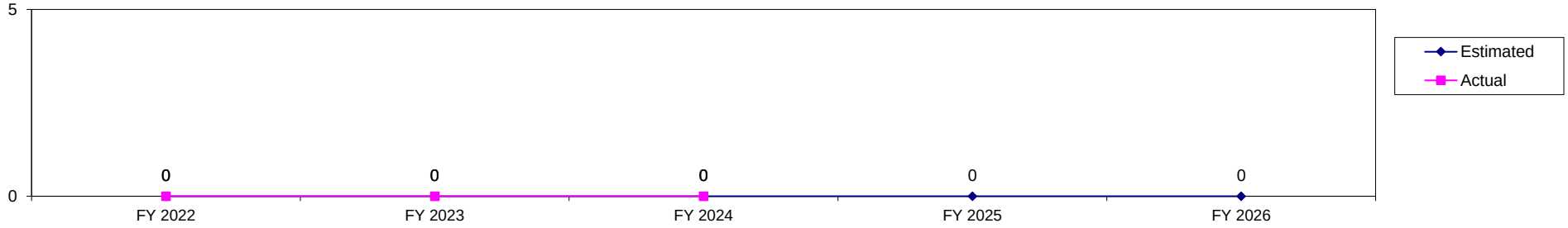
PERFORMANCE MEASURE(S)

Purchase of New/Rehabbed Housing



Comments on Performance Measure:
FDA is a matched savings program. Enrollees have 2-5 years to save to buy a primary residence or rehab a primary residence. This graph depicts the actual number of participants that have met their goals for projects that have Closed during the fiscal year. There were 5 years where no projects were authorized; therefore, no projects were closed.

New Businesses to be Started

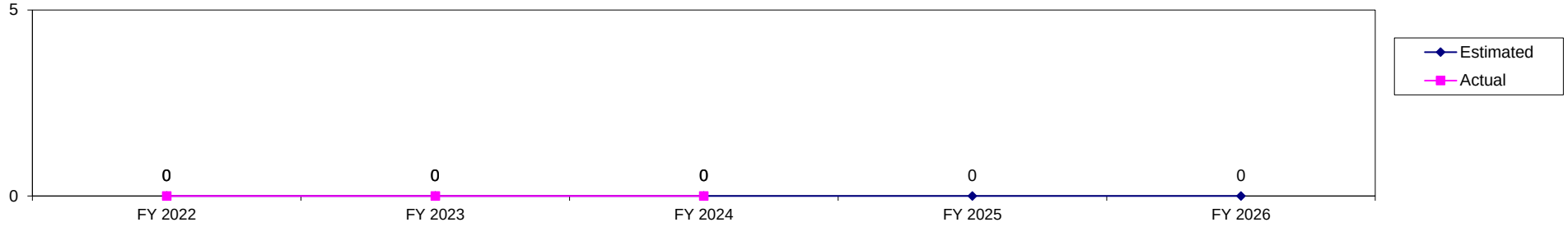


Comments on Performance Measure:
FDA is a matched savings program. Enrollees have 2-5 years to start a new business. This graph depicts the actual number of participants that have met their goals for projects that have Closed during this fiscal year. There were 5 years when no projects were authorized; therefore, no projects were closed.

TAX CREDIT ANALYSIS

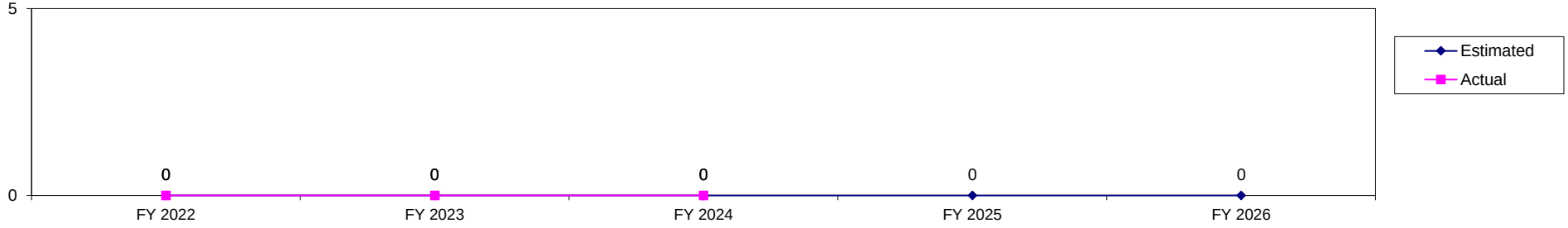
Program Name: **Family Development Account (FDA)**

Higher Education/Job Training to be Obtained



Comments on Performance Measure:
FDA is a matched savings program. Enrollees have 2-5 years to save to go to college or participate in an accredited job training program. This graph depicts the actual number of participants that have met their goals for projects that have Closed during this fiscal year. There were 5 years when no projects were authorized; therefore, no projects were closed

Individuals Learning Life Skills



Comments on Performance Measure:
FDA is a matched savings program. Enrollees attend financial literacy courses. This graph depicts the actual number of participants that have met their goals for projects that have Closed during this fiscal year. There were 5 years when no projects were authorized; therefore, no projects were closed.

TAX CREDIT ANALYSIS

Program Name: **Historic Preservation Tax Credit (HTC)**

Department: Economic Development | **Contact Name & No.:** Brooklyn Wasser (573) 522-8006 | **Date:** January 2025

Program Category: Redevelopment | **Type:** Tax Credit | Other:

Statutory Authority: Sections 253.545-253.561, RSMo | **Applicable Taxes:** Income Tax, Bank Tax, Insurance Premium Tax, Other Financial Institutions Tax

Tax Credit Creation Date: 1997 | **Year of Last Legislative Change:** 2024

Program Description and Eligibility Requirements:
This program provides an incentive designed to encourage the redevelopment of commercial and residential historic structures in Missouri. Individuals, organizations, businesses, and not-for-profits are eligible to apply.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The applicable percentage of tax credits for a project is: 25% of the qualified rehabilitation expenditures, or 35% of the qualified rehabilitation expenditures incurred on or after July 1, 2024, if the property is located outside Kansas City and St. Louis City and does not receive or intend to receive Missouri Low-Income Housing Tax Credits.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 134.4 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
The program has an annual cap on projects in the statute, but some types of projects are excluded from the cap. There is also a set-aside for projects in Qualified Census Tracts (QCT). Both amounts are calculated based on the State Fiscal Year. The Statewide Tax Credit Cap is $104.4 million ($90 million plus $14.4 million added in based on the Consumer Price Index as of June 2022). The QCT Tax Credit Cap is $30 million. Properties in a QCT are not limited by the amount in this set-aside, but QCT projects will be authorized tax credits from the QCT Tax Credit Cap before being authorized from the Statewide Tax Credit Cap.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward 10 years | Carry Back 3 years | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:
20% Federal Historic Tax Credit

Legislative / General Assembly Action(s) During Prior Five Years:
8/28/2024: HB 2062

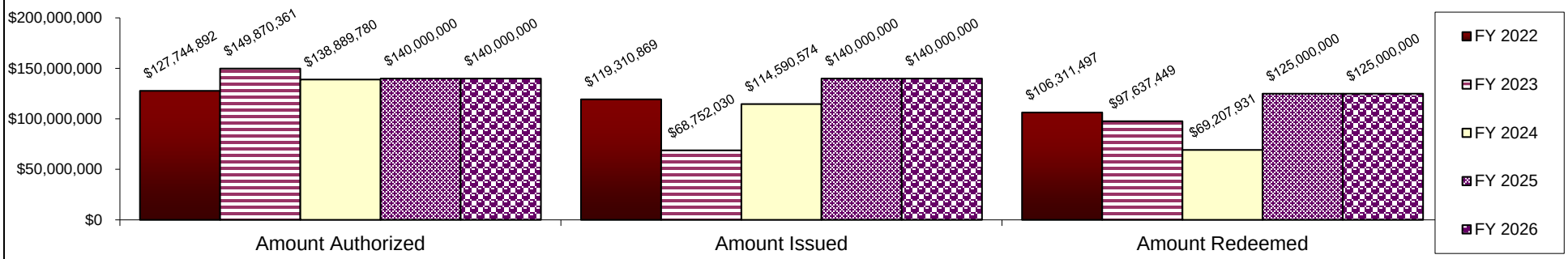
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	123	99	184	*73*	150	150
Projects/Participants (#)	131	68	93	*47*	110	110
Amount Authorized	$127,744,892	$149,870,361	$138,889,780	*$130,862,942*	$140,000,000	$140,000,000
Amount Issued	$119,310,869	$68,752,030	$114,590,574	*$20,957,284*	$140,000,000	$140,000,000
Amount Redeemed	$106,311,497	$97,637,449	$69,207,931	*$41,999,306*	$125,000,000	$125,000,000

FY 2024 EST. Amount Outstanding $177,411,588 | FY 2024 EST. Amount Authorized but Unissued $426,324,779

TAX CREDIT ANALYSIS

Program Name: **Historic Preservation Tax Credit (HTC)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Projected information is based on trends in authorizations from SB590 decrease in total cap. Current amount of possible issuances exceeds $120M. Redemptions are based on 3-year average.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (10 years)
BENEFITS		
Direct Fiscal Benefits	$771,506	$5,901,677
Indirect Fiscal Benefits	$3,450,712	$26,396,405
Total	$4,222,218	$32,298,083
COSTS		
Direct Fiscal Costs	$27,797,956	$133,439,317
Indirect Fiscal Costs	$0	$0
Total	$27,797,956	$133,439,317
BENEFIT: COST	**0.15**	**0.24**

Derivation of Benefits:
Investment: (a) $171,005,723 in Residential Investment spending over years 2024-2028;(b) $423,145,894 in Non-Residential Investment spending over years 2024-2028.
Employment: (a) 859 jobs in various industries in locally competitive markets at average wage rates over years 2029-2033.
Other Assumptions: (a) N/A
Incentives/Credits: (a) $138,889,780 in Historic Preservation tax credits over years 2024-2028.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.
The multi-year fiscal Benefit-Cost Ratio is 0.24 when other program incentives (NPA) are included.

Other Benefits:

In FY-2024, every dollar of auth. program tax credits returns

$3.07	in new personal income totaling	$85.30	million
$5.01	in new value-added/GSP totaling	$139.27	million
$9.04	in new economic output totaling	$251.29	million

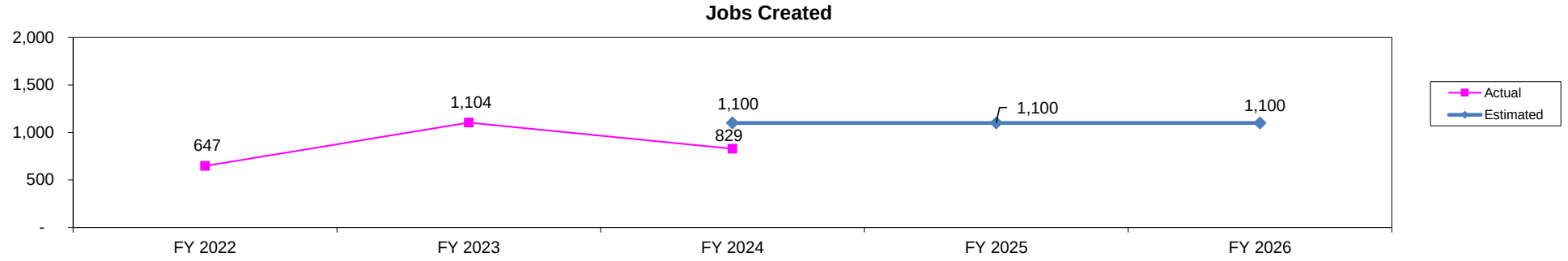
Over 10 YEARS, every dollar of auth. program tax credits returns

$6.69	in new personal income totaling	$893.34	million
$9.57	in new value-added/GSP totaling	$1,276.38	million
$17.48	in new economic output totaling	$2,331.91	million

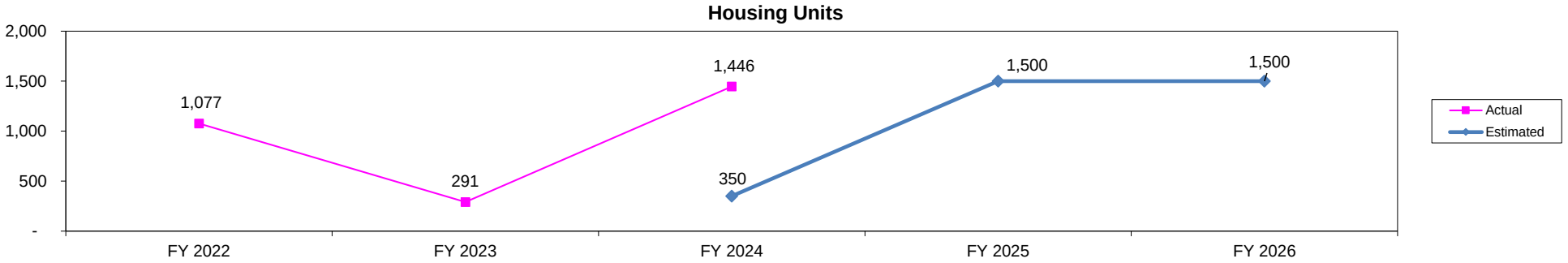
TAX CREDIT ANALYSIS

Program Name: **Historic Preservation Tax Credit (HTC)**

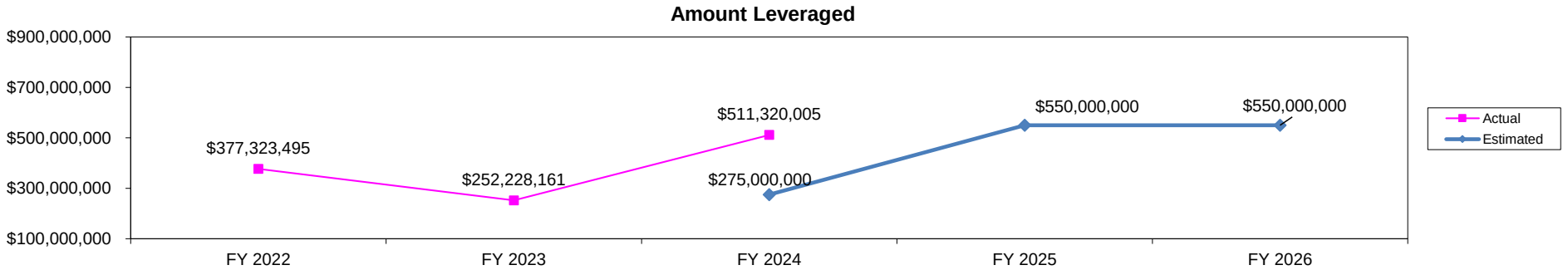
PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Numbers are captured from projects that were closed out each fiscal year.



Comments on Performance Measure:
Numbers are captured from projects that were closed out each fiscal year.



Comments on Performance Measure:
Numbers are captured from projects that were closed out each fiscal year.

TAX CREDIT ANALYSIS

Program Name: **Intern and Apprentice Recruitment Tax Credit**

Department: Economic Development | **Contact Name & No.:** Kristie Davis (573) 522-4019 | **Date:** January 2025

Program Category: Training and Educational | **Type:** Tax Credit | Other:

Statutory Authority: Section 135.457, RSMo | **Applicable Taxes:** Income Tax

Tax Credit Creation Date: 2023 | **Year of Last Legislative Change:**

Program Description and Eligibility Requirements:
Authorizes an income tax credit to eligible taxpayers who hire an intern or apprentice at a pay rate equal to or greater than the minimum wage, with additional requirements.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The tax credit shall be equal to $1,500 for each intern or apprentice hired at a pay rate equal to or greater than the minimum wage, provided that the number of interns and apprentices employed during the tax year exceeds the average number of interns and apprentices employed by the applicant for the previous three years, and further provided that the interns and apprentices work a certain number of hours, as described in the statute (§135.457.3(2) & (3)). When credits sought exceed cap, priority shall be given to taxpayers that have been in business for less than five years, with the remaining tax credits to be distributed based on the order in which they are claimed.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 1 Million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Also, no taxpayer can claim more than $9,000 in tax credits in a given tax year.

Sunset Provision: Yes Date of Sunset 12/31/2029 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
Sunsets on December 31, 2029; terminates September 1, 2030

Specific Provisions: (if applicable)

Carry forward n/a | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

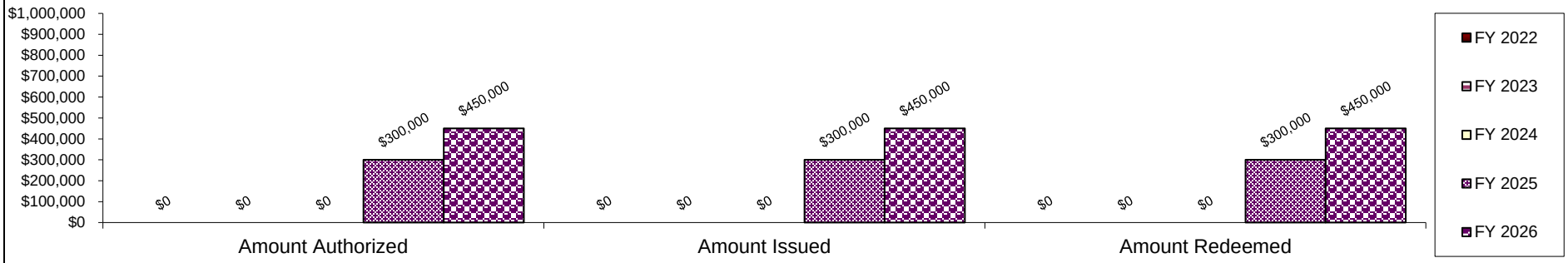
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Tax Certificates Issued (#)	0	0	0	*0*	200	300
Company Projects (#)	0	0	0	*0*	50	75
Amount Authorized	$0	$0	$0	*$0*	$300,000	$450,000
Amount Issued	$0	$0	$0	*$0*	$300,000	$450,000
Amount Redeemed	$0	$0	$0	*$0*	$300,000	$450,000

FY 2024 EST. Amount Outstanding $1,000,000 | FY 2024 EST. Amount Authorized but Unissued $1,000,000

TAX CREDIT ANALYSIS

Program Name: **Intern and Apprentice Recruitment Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

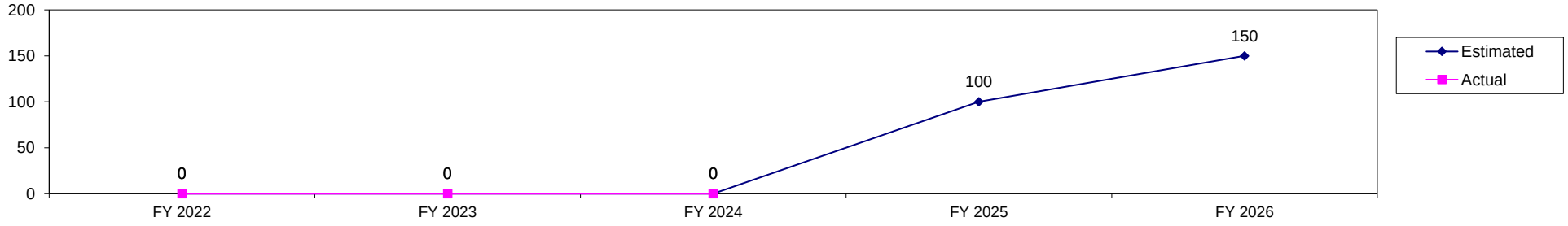
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No authorizations for FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)

Total Number of Intern Claimed



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **MDFB Bond Guarantee**

Department: Economic Development | **Contact Name & No.:** Mark Stombaugh (573) 751-8479 | **Date:** January 2025

Program Category: Redevelopment | **Type:** Tax Credit | Other:

Statutory Authority: Section 100.297, RSMo | **Applicable Taxes:** Income Tax, excluding Withholding Tax; Corporate Franchise Tax; Bank Tax; Insurance Premium Tax; Other Financial Institution Tax

Tax Credit Creation Date: 1989 | **Year of Last Legislative Change:** 1997

Program Description and Eligibility Requirements:

The Tax Credit Bond Enhancement Program provides a tax credit enhancement on behalf of Public Entities for certain bonds. This program uses the Board's bond tax credits as collateral. Credits are **only redeemed** in the event of a default. Currently $8,390,000 of the total is collateral for MDFB garage debt.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes

They are provided as additional security for the bonds. Tax credits are computed based on inability to meet debt service on bonds after all other resources are utilized and all compliance requirements are met on an annual basis. The credit is issued for the shortfall in an annual debt service payment.

Program Cap: Cumulative $ 50 Million (remainder of cumulative cap) $ 48,812,870 Annual $ _____ None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

A cumulative cap of $50,000,000, the remainder $48,812,870 that may continue to be utilized as bond enhancements expire.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward 10 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

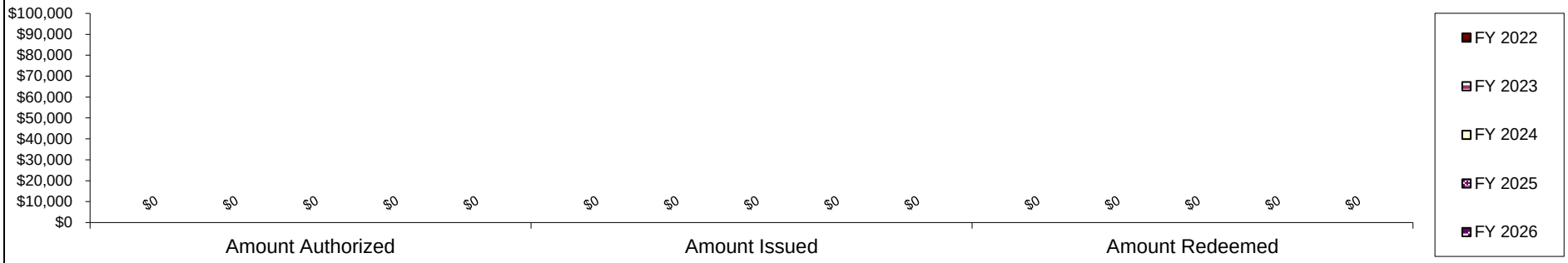
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$0	*$0*	$0	$0

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $8,080,000

TAX CREDIT ANALYSIS

Program Name: **MDFB Bond Guarantee**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

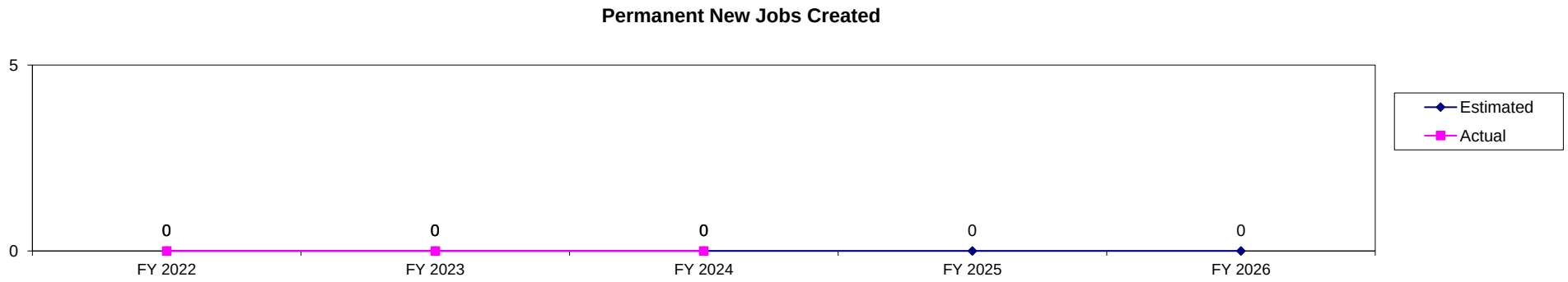
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No new authorizations in FY2024. Balance was reduced to coincide with principal repayment on outstanding bonds.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **MDFB Infrastructure Development Fund Contribution Tax Credit**

Department: Economic Development | **Contact Name & No.:** Mark Stombaugh (573) 751-8479 | **Date:** January 2025

Program Category: Redevelopment | **Type:** Tax Credit | Other:

Statutory Authority: Section 100.286, RSMo | **Applicable Taxes:** Income Tax, excluding Withholding Tax; Corporate Franchise Tax; Bank Tax; Insurance Premium Tax; Other Financial Institutions Tax

Tax Credit Creation Date: 1985 | **Year of Last Legislative Change:** 2009

Program Description and Eligibility Requirements:
Through this program, the Missouri Development Finance Board (MDFB) is authorized to grant tax credits equal to fifty percent of contributions. Contributions are used to pay the cost of infrastructure construction.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Tax Credit is 50% of contribution received from taxpayer for specific approved project.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ (See Below) None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
MDFB can authorize a maximum of $10 million in tax credits during any calendar year. The statutory limit can be increased an additional $15 million with the consent of the Directors of Department of Economic Development, Department of Revenue, and the Commissioner of Administration. Maximum authorization not to exceed $25 million. During the last three calendar years the authorized tax credits were 2021-$4.8 million, 2022-$10 million, and 2023-$10 million.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward 5 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

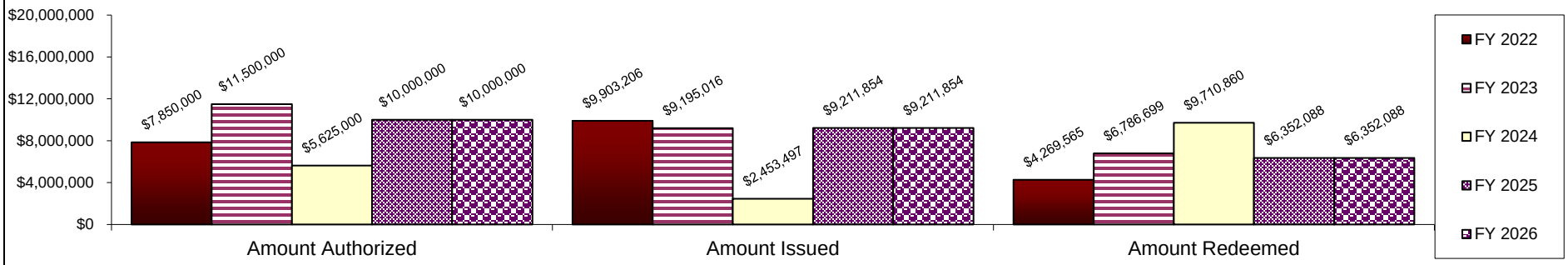
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	150	140	104	*51*	133	133
Projects/Participants (#)	6	6	3	*5*	8	8
Amount Authorized	$7,850,000	$11,500,000	$5,625,000	*$8,000,000*	$10,000,000	$10,000,000
Amount Issued	$9,903,206	$9,195,016	$2,453,497	*$5,588,174*	$9,211,854	$9,211,854
Amount Redeemed	$4,269,565	$6,786,699	$9,710,860	*$1,522,439*	$6,352,088	$6,352,088

FY 2024 EST. Amount Outstanding $18,927,537 | FY 2024 EST. Amount Authorized but Unissued $12,279,379

TAX CREDIT ANALYSIS

Program Name: **MDFB Infrastructure Development Fund Contribution Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (15 Years)
BENEFITS		
Direct Fiscal Benefits	$796,013	$3,840,169
Indirect Fiscal Benefits	$3,759,569	$18,137,122
Total	$4,555,582	$21,977,291
COSTS		
Direct Fiscal Costs	$1,125,000	$5,403,448
Indirect Fiscal Costs	$0	$0
Total	$1,125,000	$5,403,448
BENEFIT: COST	**4.05**	**4.07**

Derivation of Benefits:
Investment: (a)$225,022,990 in Non-Residential Investment spending in 2024-2026. (b) $60,000 in Durable Equipment spending in 2024-2026.
Employment: (a) 183 locally-competitive jobs in Performing Arts/Spectator Sports; 3 locally-competitive jobs in Social Assistance; 20 locally-competitive jobs in Retail Trade; 41 locally-competitive jobs in Transit & Ground Passenger Transportation; 7 locally-competitive jobs in Accommodation; 53 locally-competitive jobs in Food Services & Drinking Places at average wages in 2024-2038.
Incentives/Credits: (a) $5,625,000.00 in Infrastructure Development Fund Contribution Credits over years 2024-2038.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

In FY 2024, every dollar of auth. program tax credits returns

$54.93	in new personal income totaling	$61.80	million
$88.04	in new value-added/GSP totaling	$99.05	million
$157.84	in new economic output totaling	$177.57	million

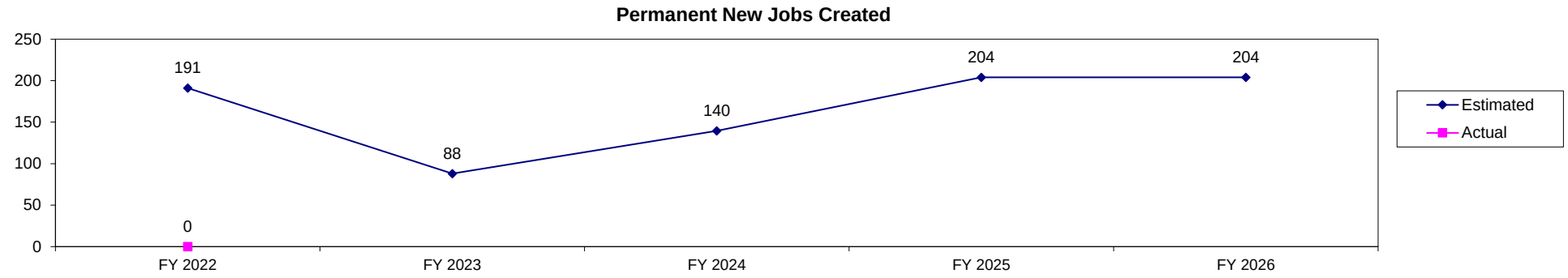
Over 15 YEARS, every dollar of auth. program tax credits returns

$91.32	in new personal income totaling	$493.46	million
$103.36	in new value-added/GSP totaling	$558.48	million
$170.92	in new economic output totaling	$923.56	million

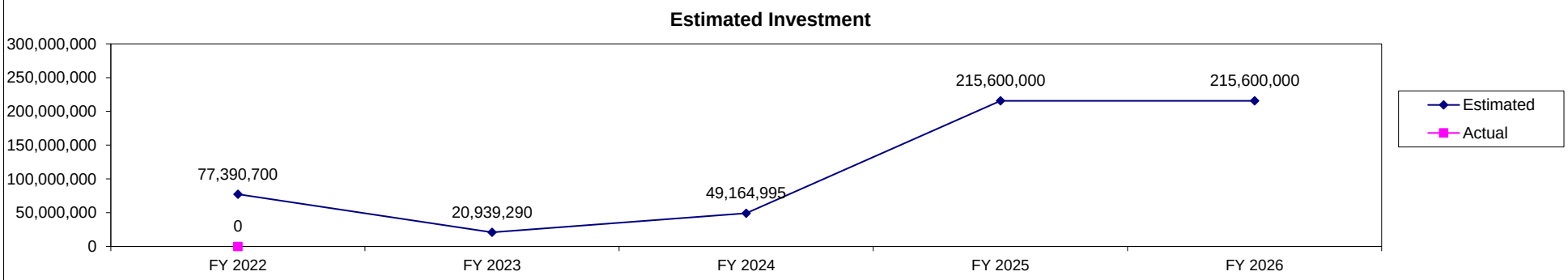
TAX CREDIT ANALYSIS

Program Name: **MDFB Infrastructure Development Fund Contribution Tax Credit**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Manufacturing Jobs Act**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Other (specify) | Other: Retention of withholding taxes

Statutory Authority: Section 620.1910, RSMo | **Applicable Taxes:** Withholding Tax

Tax Credit Creation Date: 2010 | **Year of Last Legislative Change:** 2013

Program Description and Eligibility Requirements:
A business with NAICS code of 33611 may retain withholding taxes in the amount of 100% for retained full time employees for the creation of a new product line for 10 years or retain 50% of the withholding taxes for the modification or expansion to an existing product for 7 years. A qualified supplier of an eligible manufacturer may retain 100% of withholding taxes for new jobs (creation of 5 new jobs threshold to qualify) for a period of 3 years or, if wages are in excess of 120% of county average, for 5 years.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The eligible manufacturer commits to make a capital investment of at least $75,000 per retained job, or in the case of a modified/expansion of an existing product, commits to make a capital investment of at least $50,000 within no more than two years of the date the company begins to retain withholdings. For the eligible supplier, the company must derive more than 10% of the total annual sales from the qualified manufacturer and add five or more new jobs.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 15 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Maximum amount of withholding tax that can be retained by any one qualified manufacturing company shall not exceed $10 million per calendar year and the aggregate amount for all qualified manufacturing companies shall not exceed $15 million per calendar year. There are no annual limits for qualified suppliers.

Sunset Provision: Yes Date of Sunset 10/12/2016 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
This program sunset October 12, 2016.

Specific Provisions: (if applicable)

Carry forward n/a | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

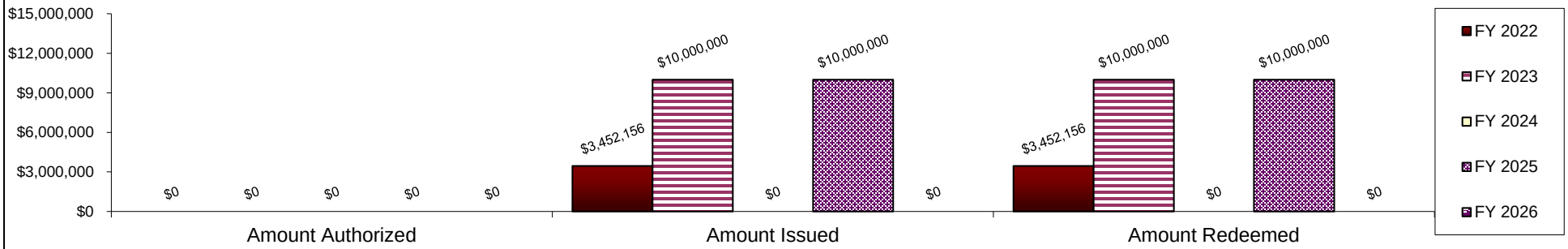
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$3,452,156	$10,000,000	$0	*$10,000,000*	$10,000,000	$0
Amount Redeemed	$3,452,156	$10,000,000	$0	*$10,000,000*	$10,000,000	$0

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Manufacturing Jobs Act**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Issuance and redemptions happens at the same time; so there is $0 outstanding, which are tax credits issued but not yet redeemed.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (10 Years)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

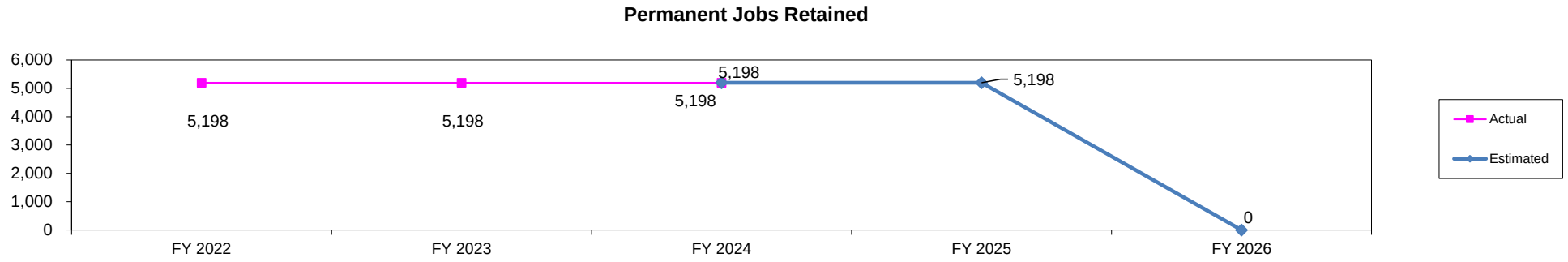
Derivation of Benefits:
No authorizations in FY2024.

Other Benefits:

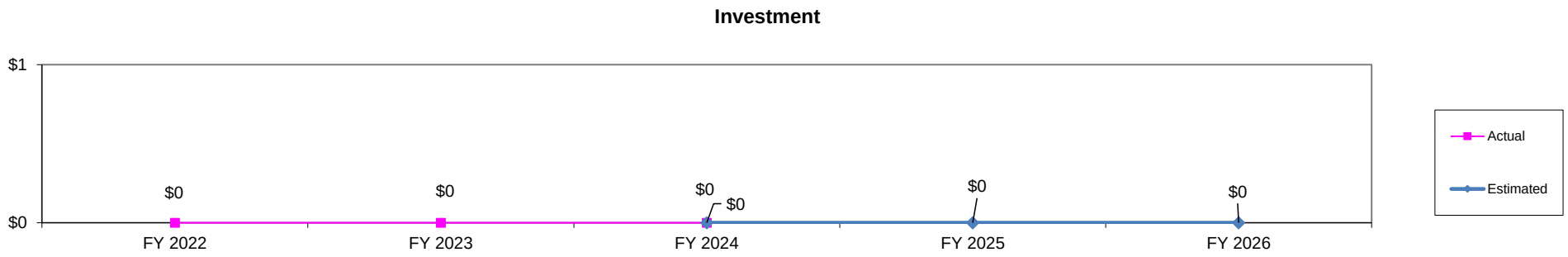
TAX CREDIT ANALYSIS

Program Name: **Manufacturing Jobs Act**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Same jobs retained each year.



Comments on Performance Measure:
The manufacturers have reported their investments in previous years. Suppliers are not required to report investment.

TAX CREDIT ANALYSIS

Program Name:	**Missouri One Start Community College Training Program**				
Department:	Economic Development	**Contact Name & No.:**	Kristie Davis (573) 522-4019	**Date:**	January 2025
Program Category:	Training and Educational	**Type:**	Other (specify)	Other: Appropriation based on employer withholding	
Statutory Authority:	Sections 620.800-620.809, RSMo	**Applicable Taxes:**	N/A; This is an appropriation of funds, not a credit.		
Tax Credit Creation Date:	2004	**Year of Last Legislative Change:**	2022		

Program Description and Eligibility Requirements:
Combines funds for two training programs: New Jobs Training Program (NJTP) and Job Retention Training Program (JRTP). The NJTP provides assistance to eligible companies to train workers in newly created jobs and is suited for large attraction and expansion projects. The JRTP is suited for large retention projects and provides training to upskill existing workers. Eligible companies participating in JRTP must be making a large capital investment or be determined to represent a substantial risk of relocation. Both programs are administered locally through the community colleges and funds for these programs are generated by deferring a portion of the state employer withholding tax - approximately 2% - on the newly created or retained jobs in the project.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
A formula using the number of jobs to be created or retained and the average annual salary of workers in the new or retained jobs calculates the amount that can be generated by diverting a portion of the employer withholding tax (approximately 2%). Discretionary measures such as review of types of industry, occupations, and wage rates are considered before approving a project.

Program Cap: Annual Appropriation $27 million (remainder of annual appropriation) $15,213,943 Total Active Projects $39,725,867 (remainder of outstanding Active Projects) $12,177,938

Cap Shared Between Programs No **Which Program(s)?**

Explanation of Cap:
There is a statewide annual budget appropriation of $27 million on the amount of outstanding debt there can be at any given time in the fiscal year. These figures change monthly as debt is retired on existing projects and new projects are issued.

Sunset Provision: Yes Date of Sunset 7/1/2030 Date of Last Sunset Extension 8/28/2018

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	Yes
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
2019: SB68
2022: HB2400

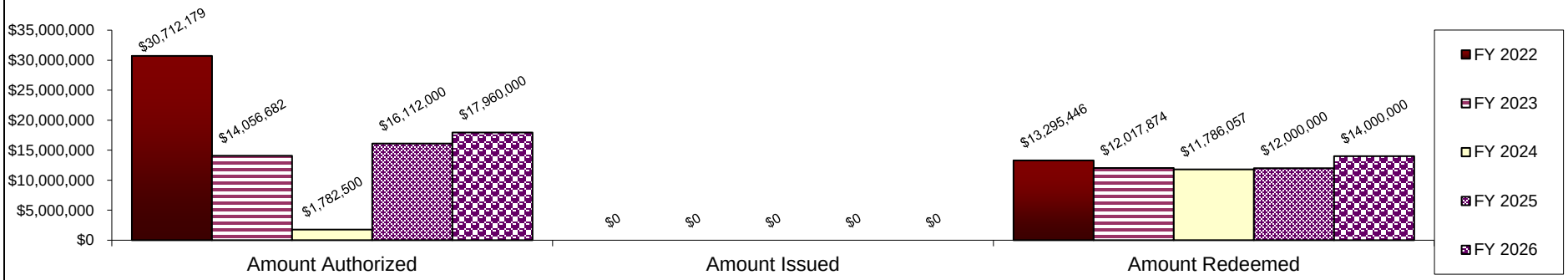
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Total Active Projects	28	31	28	23	30	36
New Projects in FY	14	6	2	*1*	7	8
New Amount Authorized	$30,712,179	$14,056,682	$1,782,500	*$552,000*	$16,112,000	$17,960,000
Annual Amount Redeemed	$13,295,446	$12,017,874	$11,786,057	*$5,608,714*	$12,000,000	$14,000,000

FY 2024 Outstanding for Active Projects	$12,177,938	FY 2024 Amount Appropriated but Unissued	$15,213,943

TAX CREDIT ANALYSIS

Program Name: **Missouri One Start Community College Training Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (10 Years)
BENEFITS		
Direct Fiscal Benefits	$2,364,363	$2,652,616
Indirect Fiscal Benefits	$2,056,898	$2,307,667
Total	$4,421,261	$4,960,283
COSTS		
Direct Fiscal Costs	$356,500	$1,712,293
Indirect Fiscal Costs	$0	$0
Total	$356,500	$1,712,293
BENEFIT: COST	**12.40**	**2.90**

Derivation of Benefits:
Investment: (a) $65,871,000 in Non-Residential Investment spending in 2024;(b) $78,871,000 in Durable Equipment spending in 2024.
Employment: 150 new jobs in Nonmetallic Mineral Products Manufacturing at $85,841 per year from 2024-2033 from the New Jobs Training Program; 75 new jobs in Fabricated Metal Products Manufacturing at $58,240 per year from 2024-2033 from the New Jobs Training Program
Other Assumptions: (a) $244,920 increase to annual income of 450 retained workers earning higher wages following training over years 2024-2028.
Incentives/Credits: (a) $1,782,500 in New Job and Job Retention Training Program tax credits over years 2024-2028.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.
The direct and indirect fiscal benefit to the state over 10 years generated by retaining jobs is 12.65
There were no other program incentives in FY2024.

Other Benefits:

In FY 2024, every dollar of auth. program tax credits returns

$175.94	in new personal income totaling	$62.72	million
$293.78	in new value-added/GSP totaling	$104.73	million
$542.16	in new economic output totaling	$193.28	million

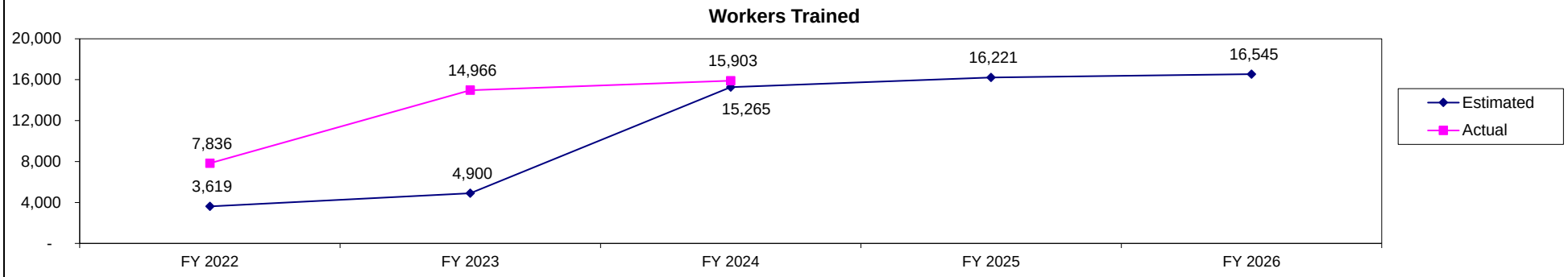
Over 10 YEARS, every dollar of auth. program tax credits returns

$45.23	in new personal income totaling	$77.45	million
$61.94	in new value-added/GSP totaling	$106.06	million
$113.36	in new economic output totaling	$194.11	million

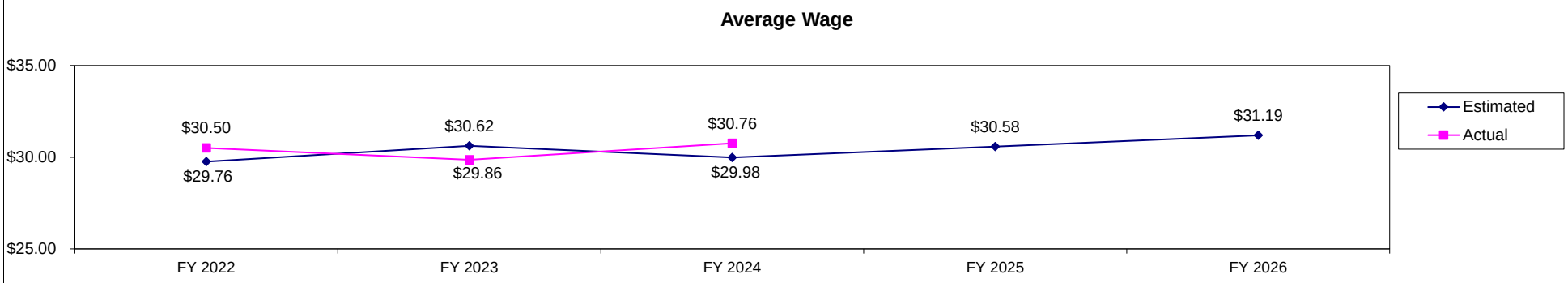
TAX CREDIT ANALYSIS

Program Name: **Missouri One Start Community College Training Program**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:



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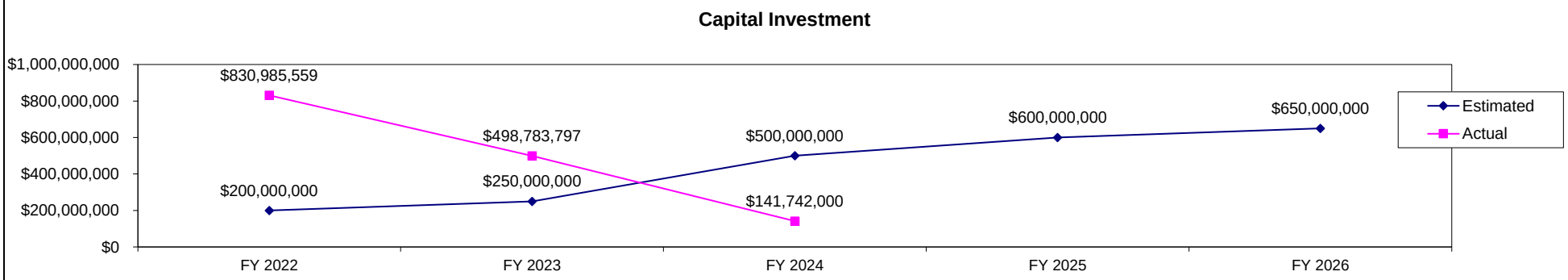


Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Missouri Quality Jobs**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other: Retention of state withholding tax of the new jobs.

Statutory Authority: Sections 620.1875-620.1890, RSMo | **Applicable Taxes:** Income Tax, Bank Tax, Insurance Premium Tax, Other financial institutions tax

Tax Credit Creation Date: 2005 | **Year of Last Legislative Change:** 2013

Program Description and Eligibility Requirements:

For-profit and non-profit businesses except for gambling, retail trade, food and drinking places, public utilities, educational services, religious organizations, public administration, companies that are delinquent in non-protested taxes or other payments, or any company that has filed for or has publicly announced its intention to file for bankruptcy are eligible provided the average wage of the new jobs equals or exceeds the county average wage and the company offers health insurance and pays at least 50% of the premium. To qualify, the company must create a minimum number of new jobs at the project facility within 2 years.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

The benefits of the program are the retention of 100% of the state withholding tax of the new jobs for 3 or 5 years for small/expanding businesses (20+ new jobs in rural areas and 40+ new jobs in non-rural areas); or a combination of the retention of 100% of the state withholding tax of the new jobs and state tax credits for 5 years for technology businesses (10+ new jobs) and high impact businesses (100+ new jobs), based on a percentage (from 3 to 7%, depending on the average wage of the new jobs and the amount of local incentives) of the payroll of the new jobs.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 80 Million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

The cap increased from $40 million to $60 million in tax credits beginning Aug. 2008. The cap increased to $80 million beginning June 4, 2009. Up to $3 million of the cap may be used for job retention projects approved by the Quality Jobs Advisory Task Force, with no tax credits issued after August 30, 2013. Up to $500,000 of the cap may be used for small business job retention and flood relief projects, with no tax credits approved after August 30, 2010. The tax credit maximums applying to technology and high impact business projects were removed for newly approved projects as of June 4, 2009. There is no limit on the retention of withholding taxes.

Sunset Provision: Yes Date of Sunset 8/27/2013 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

No tax credits shall be issued for job retention projects approved after August 30, 2013. No tax credits shall be issued for small business job retention and flood relief projects approved after August 30, 2010. No new projects may be proposed after August 27, 2013.

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable Yes Apportioned No Appropriated No

Sellable/Assignable Yes Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

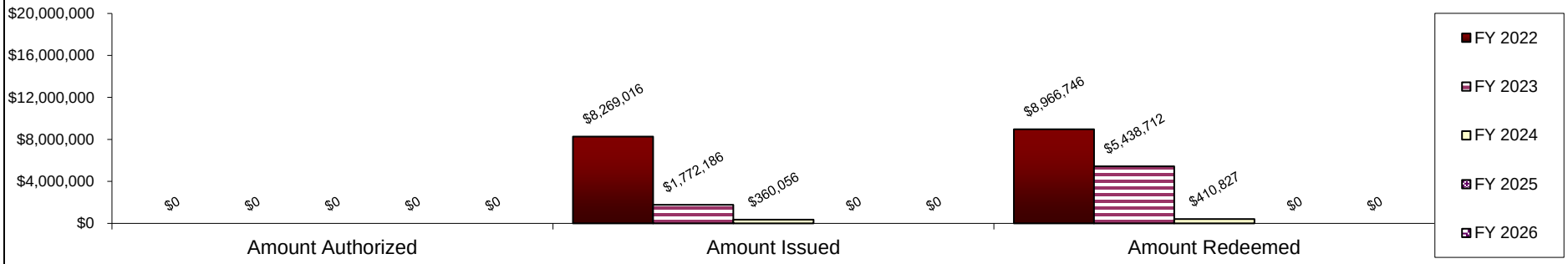
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	1	*0*	0	0
Projects/Participants (#)	0	0	1	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$8,269,016	$1,772,186	$360,056	*$0*	$0	$0
Amount Redeemed	$8,966,746	$5,438,712	$410,827	*($851,478)*	$0	$0

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Missouri Quality Jobs**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

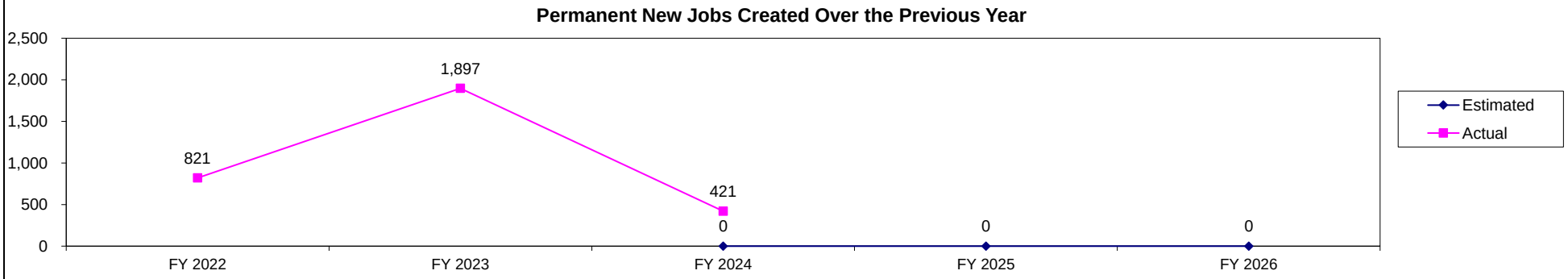
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No new authorizations in FY2024. The Quality Jobs Annual Report has the overall program cost/benefit analysis.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Missouri Works - Business Incentives**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Other (specify) | Other: Retention of state withholding tax of the new jobs.

Statutory Authority: Sections 620.2000-620.2020, RSMo | **Applicable Taxes:** Income Tax, Bank Tax, Insurance Premium Tax, Other Financial Institutions Tax

Tax Credit Creation Date: 2013 | **Year of Last Legislative Change:** 2022

Program Description and Eligibility Requirements:

To qualify, a company must create or retain a minimum number of new jobs at the project facility, meet average wage requirements, and must offer and pay at least 50% of the health insurance premiums. For-profit and non-profit businesses except for gambling, store front consumer-based retail trade establishments, food and drinking places, public utilities, educational services, religious organizations, public administration, ethanol distillation or production, biodiesel production, healthcare and social services, companies that are delinquent in payment of any nonprotested taxes or other payments, and businesses that have filed or have publicly announced their intention to file for bankruptcy, unless certain requirements are met.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** Yes

Zone Works (2 new jobs, 80% of county average wage, $100,000 investment, located in Enhanced Enterprise Zone) and Rural Works (2 new jobs, 90% of county average wage, $100,000 investment located in a rural county) provide benefits of retention of 100% of the withholdings of the new jobs for 5-6 years. Statewide Works (10 new jobs, 90% of county average wage) provides benefits of retention of withholdings or a combination of retention of withholdings and tax credits for up 9% of payroll on the new jobs. Mega Works 120 and 140 (100 new jobs, 120% and 140% of county average wage, respectively) provide benefits of a combination of retention of withholdings and tax credits totaling from 6% to 7%, respectively, to up to 9% of payroll of the new jobs. Retention Works provides benefits of the retention of withholding tax for up to 100% of the withholdings of the new jobs for up to 10 years. Retention Works-Auto Manufacturing ($500M in investment) provides a benefit of tax credits. Qualified Military Projects (10 new jobs, 90% of county average wage, investment as agreed to in proposal) provides tax credits in the amount of withholding taxes. Deal Closing Fund (10 new jobs, 100% of county average wage) provides benefits for a tax credit within 1 year.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 201 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

The tax credit cap is $126 million ($10 million for auto manufacturing, $10 million for infrastructure, $6 million for retention, and $100 million for other projects). The withholdings cap depends on the size of the base for the project. For projects with a base of more than 50, the retained withholdings cap is $75 million. There is no cap on the retained withholdings for new job creation projects that have a base of 50 or less.

Sunset Provision: Yes Date of Sunset 8/28/2030 Date of Last Sunset Extension 8/28/2018

Explanation of Expiration of Authority:

Missouri Works sunsets August 28, 2030.

Specific Provisions: (if applicable)

Carry forward n/a | Carry Back n/a | Refundable Yes | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

2019 S.B. 68 merged with S.B. 180, A.L. 2021 S.B. 2 merged with S.B. 120 merged with S.B. 153 & 97
2022 H.B. 2400

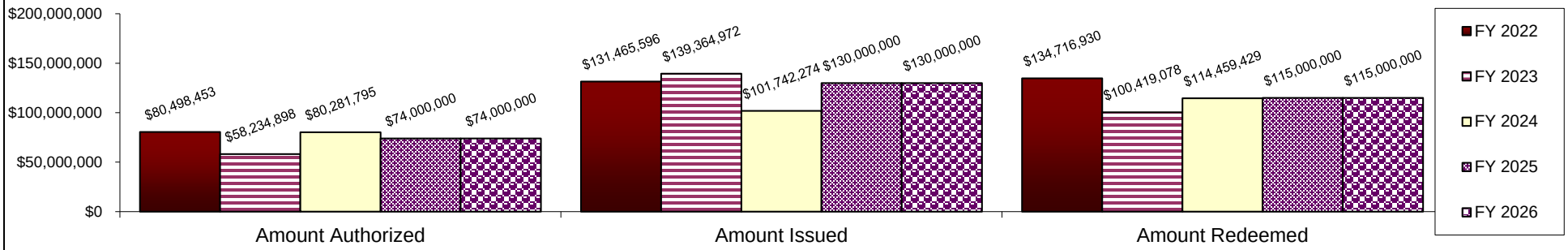
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	63	69	53	*19*	62	62
Projects/Participants (#)	84	63	69	*47*	72	72
Amount Authorized	$80,498,453	$58,234,898	$80,281,795	*$44,362,467*	$74,000,000	$74,000,000
Amount Issued	$131,465,596	$139,364,972	$101,742,274	*$52,226,851*	$130,000,000	$130,000,000
Amount Redeemed	$134,716,930	$100,419,078	$114,459,429	*$64,223,441*	$115,000,000	$115,000,000

FY 2024 EST. Amount Outstanding $37,128,409 | FY 2024 EST. Amount Authorized but Unissued $245,944,726

TAX CREDIT ANALYSIS

Program Name: **Missouri Works - Business Incentives**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

Actual performance is inclusive of withholdings and tax credits authorized and issued for the program for each year.

The FY 2022 EST. Amount Outstanding and FY 2022 EST. Amount Authorized but Unissued only includes tax credits.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (10 Years)
BENEFITS		
Direct Fiscal Benefits	$50,197,453	$92,998,482
Indirect Fiscal Benefits	$19,205,123	$35,580,436
Total	$69,402,576	$128,578,918
COSTS		
Direct Fiscal Costs	$13,380,299	$76,366,342
Indirect Fiscal Costs	$0	$0
Total	$13,380,299	$76,366,342
BENEFIT: COST	**5.19**	**1.68**

Derivation of Benefits:

Investment: (a) $2,479,247,501 in Non-Residential Investment spending over years 2024-2025.

Employment: (a) 5,704 jobs scaled up over four years in various manufacturing and services sectors at average wage rates in 2024-2033.

Other Assumptions: N/A

Incentives/Credits: (a) $80,281,795.00 in Missouri Works tax credits over years 2024-2029.

Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

The multi-year fiscal Benefit-Cost Ratio is 1.68 when other program incentives (Missouri One Start) are included.

No retention projects were authorized in FY 24 and thus no analysis on retention projects was done.

Other Benefits:

In FY 2024, every dollar of auth. program tax credits returns

$67.40	in new personal income totaling	$901.88	million
$109.30	in new value-added/GSP totalir	$1,462.51	million
$198.57	in new economic output totaling	$2,656.97	million

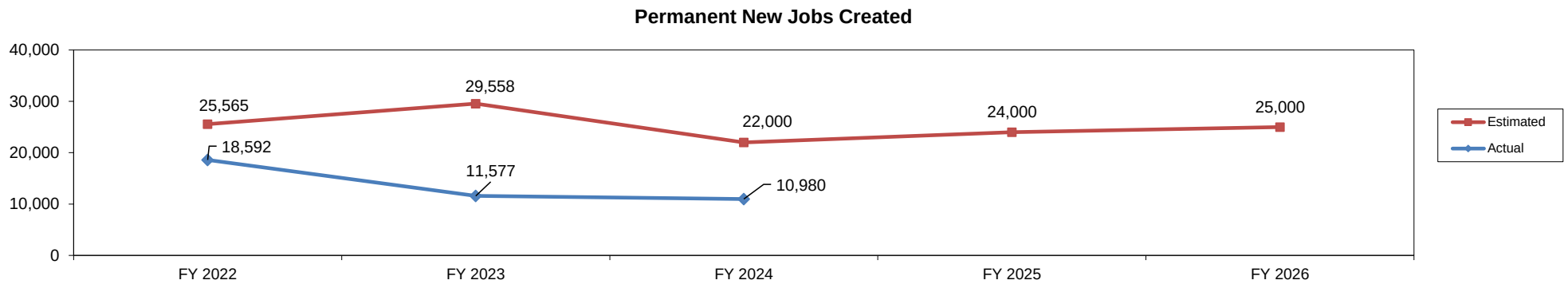
Over 10 YEARS, every dollar of auth. program tax credits returns

$19.34	in new personal income totaling	$1,476.64	million
$22.89	in new value-added/GSP totaling	$1,747.66	million
$42.31	in new economic output totaling	$3,230.81	million

TAX CREDIT ANALYSIS

Program Name: **Missouri Works - Business Incentives**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

The estimated number of jobs is the total projected for all projects for which DED issued benefits during FY2022, FY2023, and FY2024. The actual number is the actual number of jobs reported by those projects issued benefits during FY2023, FY2024, and FY2025. Companies have 2 years after authorization to create the statutory threshold number of jobs and ramp up over time. Many of the jobs estimated will be reported as actual in later years. The actual jobs numbers are totals for the projects to date. They are not net new for the year. These numbers do not include retained projects in the Retention category of the program.

TAX CREDIT ANALYSIS

Program Name: **Missouri Low Income Housing Tax Credit Program**

Department: Economic Development - Missouri Housing Development Commission | **Contact Name & No.:** Courtney Bullard (816) 648-0548 | **Date:** January 2025

Program Category: Housing | **Type:** Tax Credit | Other:

Statutory Authority: Sections 135.350-135.363, RSMo | **Applicable Taxes:** Income Tax, Corporate Franchise Tax, Insurance Company Annual Tax on Gross Premium Receipts, Other Financial Institutions Tax, Express Company Annual Tax on Gross Premium Receipts

Tax Credit Creation Date: 1990 | **Year of Last Legislative Change:** 2009

Program Description and Eligibility Requirements:
The Missouri Low Income Housing Tax Credit (MOLIHTC) is a ten-year state tax credit available to qualified owners of affordable rental housing. The MOLIHTC generates equity investments from the private sector for the development of new or rehabilitated rental housing which enables owners to lower rents to affordable levels for low-income families. A qualified development is one that (i) rents at least 20% of its units to families earning 50% of the area median income (AMI), (ii) rents at least 40% of its units to families earning 60% of AMI, or (iii) rents at least 40% of its units to families whose income does not exceed the income limitation designated for the respective unit, where the average of the income-designated units may not exceed 60% of AMI. The development must (a) meet a demonstrated need for affordable rental housing in the community, (b) be economically feasible, (c) leverage tax credits with other financing, and (d) provide affordable rental housing for qualified low-income Missourians for a minimum of 15 years.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
The amount of the MOLIHTC allocated to a given housing development is directly related to the percentage of low-income housing units made available to qualified low-income families and the acquisition, construction or rehabilitation expenditures necessary to create the development, less land and non-depreciable costs. There are two types of MOLIHTCs: 9% and 4%. Developments compete annually for the 9% MOLIHTC. Developments receiving an allocation of tax-exempt bond-financing from the Department of Economic Development may apply to receive the 4% MOLIHTC. The statutory maximum amount of MOLIHTC that can be issued for any development is 100% of the federal LIHTC issued for the development.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 100% of Federal LIHTC for 9% and $6 million for 4% None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
The 9% MOLIHTC issued through the competitive application cycle is statutorily capped at 100% of the federal LIHTC. No more than six million dollars in tax credits shall be authorized each fiscal year for projects financed through tax-exempt bond issuance (4% MOLIHTC-RSMo 135.352). The MOLIHTC is redeemable annually over a ten year period. There are five year carry forward and three year back provisions.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
The MOLIHTC program does not have a statutory sunset provision.

Specific Provisions: (if applicable)
Carry forward 5 years | Carry Back 3 years | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available Yes

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	5	14	253	362	417	299
Projects/Participants (#)	2	2	20	18	54	38
Amount Authorized	$160,208,980	$138,721,620	$160,135,110	$189,433,890	$189,433,890	$192,198,537
Amount Issued	$4,688,220	$8,596,000	$84,117,150	$71,878,250	$186,390,589	$187,398,940
Amount Redeemed	$113,246,477	$134,029,248	$98,929,754	$48,124,553	$115,401,826	$115,401,826

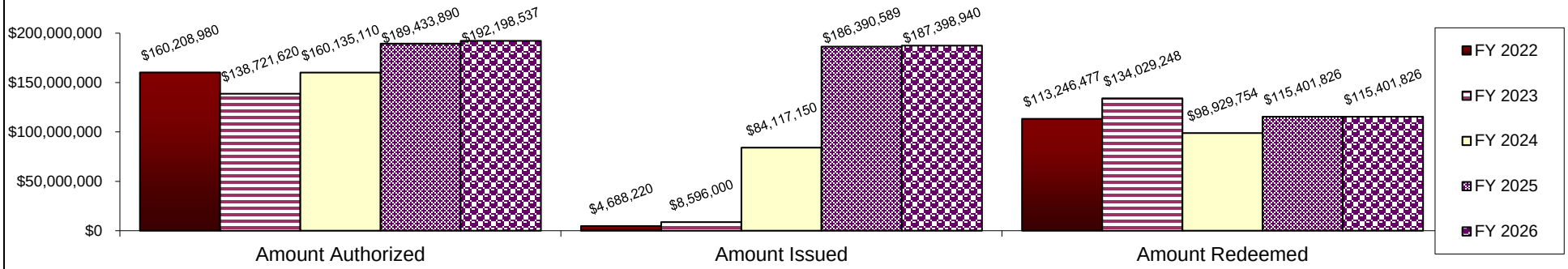
FY 2024 EST. Amount Outstanding $415,522,858 | FY 2024 EST. Amount Authorized but Unissued $627,105,330

Notes: (1) The Amount Authorized and Amount Issued represent the total 10 year stream. The Department of Revenue is responsible for all redemption data. The EST. Amount Outstanding represents the cumulative amount of MOLIHTC issued, minus the cumulative amount of MOLIHTC redeemed, less expired/withdrawn/ suspended credits; EST Amount Outstanding reflects only those tax credits eligible to be redeemed.
(2) The EST. Amount Authorized but Unissued represents developments that have received approval but have not completed construction or have not completed MHDC's process to receive their credits by an issuance of the Eligibility Statement. In order to determine the total maximum liability for MOLIHTC you may add the EST. Amount Outstanding and the EST. Amount Authorized but Unissued.

TAX CREDIT ANALYSIS

Program Name: **Missouri Low Income Housing Tax Credit Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
FY2022-FY2025 Authorized numbers reflect a 9% MOLIHTC up to 70% of the federal LIHTC allocation and a cap of $3M Authorized annually for the 4% MOLIHTC. Issued projections include MOLIHTC that has been Authorized for developments which have not yet completed construction; the majority of credits are issued in years 2 and 3 after Authorization. Redemption projections cannot precisely account for carry forward and carry back provisions nor the individual credit holder's decision on when to claim a particular credit.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (15 years)
BENEFITS		
Direct Fiscal Benefits	$3,234,229	$7,588,182
Indirect Fiscal Benefits	$1,213,281	$2,846,613
Total	$4,447,510	$10,434,795
COSTS		
Direct Fiscal Costs	$0	$142,200,217
Indirect Fiscal Costs	$0	$0
Total	$0	$142,200,217
BENEFIT: COST	**N/A**	**0.07**

Derivation of Benefits:
Investment: (a) $79,091,145 in Residential Investment spending over years 2024-2025.
Employment: (a) 25 FTE employees in Rental/Leasing and Repair/Maintenance services in 2024-2038; (b) $286,072 in annual maintenance contracting between in 2024-2038.
Other Assumptions: (a) 624 low income households with total increased disposable income spending of $2,935,680 annually due to yearly rental savings of $4,705 as compared to market rent.
Incentives/Credits: (a) $160,135,110 in LIHTC tax credits over years 2024-2035.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.
There were no other program incentives in FY 24. The multi-year fiscal Benefit-Cost Ratio is 0.05 if it is assumed that 40 percent of low income housing would be developed without the state LIHTC.

Other Benefits:
The MOLIHTC program delivers rental housing that is affordable to low-income families, veterans, special needs tenants, and seniors. It reduces blight and improves communities through new construction and rehabilitation of affordable rental housing in Missouri. The reduced rents brought about by the MOLIHTC program increases households' disposable income and allows low-income families, veterans, special needs tenants, and seniors to meet more of their other basic necessities such as food, clothing, education and health care. The subsidy provided by the MOLIHTC program makes it economically feasible to develop new or rehabilitated affordable rental housing in many very low-income rural communities in Missouri. Finally, the equity raised from the MOLIHTC helps preserve affordable rental housing that is in danger of being lost from existing stock.

In FY-2024, every dollar of auth. Program tax credits returns

N/A	in new personal income totaling	$65.53	million
N/A	in new value-added/GSP totaling	$106.02	million
N/A	in new economic output totaling	$186.10	million

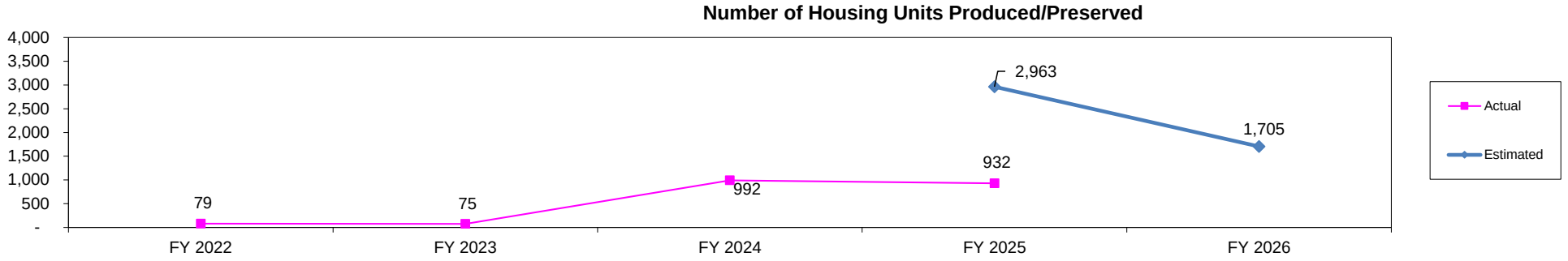
Over 15 YEARS, every dollar of auth. Program tax credits returns

$1.42	in new personal income totaling	$202.36	million
$1.74	in new value-added/GSP totaling	$247.44	million
$2.83	in new economic output totaling	$402.63	million

TAX CREDIT ANALYSIS

Program Name: **Missouri Low Income Housing Tax Credit Program**

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

This performance measure reflects the total number of LIHTC housing units placed in service, or credits issued each year. Total number of units placed in service, or credits issued, each year varies - dependent on the applications received for consideration, the actual number of projects approved, and the type of projects approved (preservation or new construction). Authorized developments typically take 24 months to complete construction and submit cost certification documentation to MHDC; after which they are issued LIHTCs. No LIHTCs are issued by MHDC or eligible to be redeemed by a development owner until a development is completed to MHDC requirements and ready for leasing.

TAX CREDIT ANALYSIS

Program Name: **Neighborhood Assistance Program (NAP)**

Department: Economic Development | **Contact Name & No.:** Daniel Epler (573) 751-5798 | **Date:** January 2025

Program Category: Community Development | **Type:** Tax Credit | Other:

Statutory Authority: Sections 32.100-32.125, RSMo | **Applicable Taxes:** Income Tax; Corporate Franchise Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax; Express Company Tax

Tax Credit Creation Date: 1977 | **Year of Last Legislative Change:** 2009

Program Description and Eligibility Requirements:
Provides assistance to community-based organizations that enable them to implement community or neighborhood projects in the areas of community service, education, crime prevention, job training and physical revitalization.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Applications are reviewed on a competitive basis and awards made to nonprofits or Missouri businesses for 50% or 70% of the approved budget.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 16 Million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Effective August 28, 2008, fiscal year cap was reduced from $18 million to $16 million.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward 5 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	1,371	1,387	1,245	468	1,334	1,334
Projects/Participants (#)	65	71	66	29	67	67
Amount Authorized	$12,673,134	$15,028,834	$12,804,707	$6,850,787	13,502,225	13,502,225
Amount Issued	$11,113,006	$12,330,085	$10,200,112	$4,497,220	11,214,401	11,214,401
Amount Redeemed	$8,067,535	$9,107,307	$9,185,734	$4,519,960	8,786,859	8,786,859

FY 2025 EST. Amount Outstanding $19,075,360.88 | FY 2025 EST. Amount Authorized but Unissued $26,511,486.00

TAX CREDIT ANALYSIS

Program Name: **Neighborhood Assistance Program (NAP)**

HISTORICAL AND PROJECTED INFORMATION

Comments on Historical and Projected Information:

: Redemption data does not include the $6,350 that was offset due to delinquent taxes.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$655,460	$1,487,625
Indirect Fiscal Benefits	$4,417,792	$10,026,565
Total	$5,073,252	$11,514,190
COSTS		
Direct Fiscal Costs	$2,134,118	$12,180,204
Indirect Fiscal Costs	$0	$0
Total	$2,134,118	$12,180,204
BENEFIT: COST	**2.38**	**0.95**

Derivation of Benefits:

Investment: (a) $78,373,653 in Construction spending in 2024.

Employment: N/A

Other Assumptions: (a) 3427 HS/GED/Skills Training graduates earning $18,724,864 in additional annual income in 2024-2033.

Incentives/Credits: (a) $12,804,707 in Neighborhood Assistance Program tax credits over years 2024-2029. Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

In FY 2024, every dollar of auth. program tax credits returns

$39.54	in new personal income totaling	$84.38	million
$47.52	in new value-added/GSP totaling	$101.42	million
$86.07	in new economic output totaling	$183.69	million

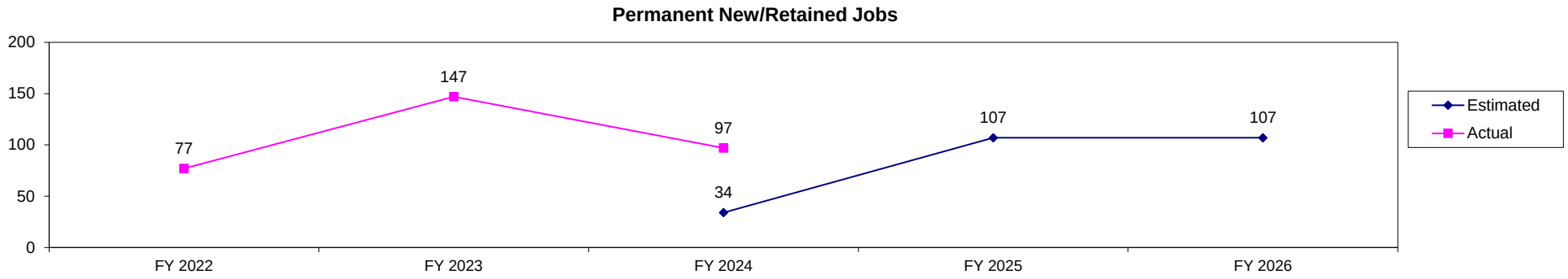
Over 10 YEARS, every dollar of auth. program tax credits returns

$30.69	in new personal income totaling	$373.87	million
$20.84	in new value-added/GSP totaling	$253.87	million
$36.29	in new economic output totaling	$442.01	million

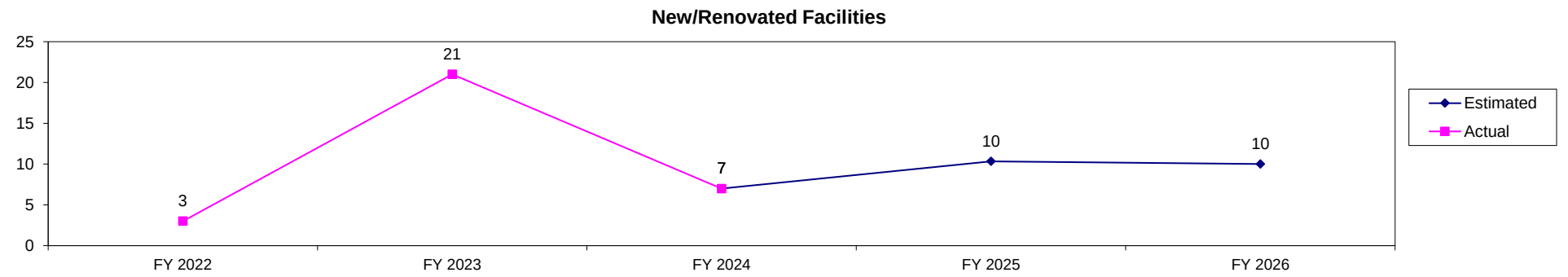
TAX CREDIT ANALYSIS

Program Name: **Neighborhood Assistance Program (NAP)**

PERFORMANCE MEASURE(S)



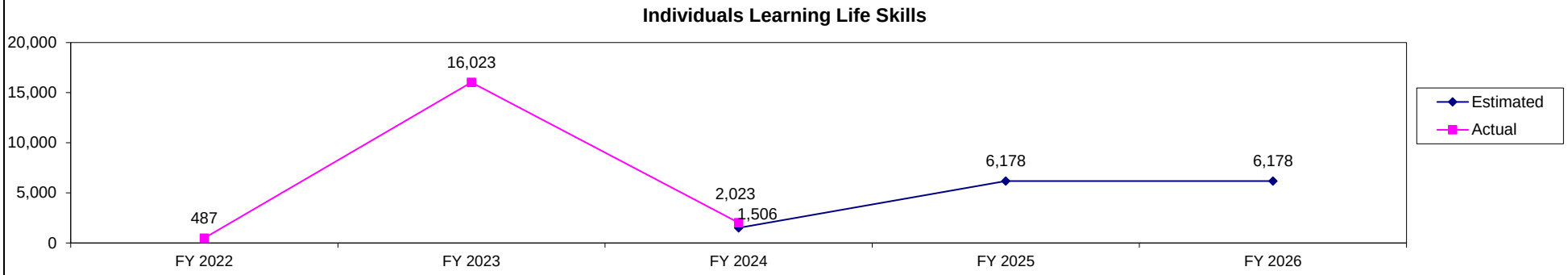
Comments on Performance Measure:
Numbers are dependent on the type of projects that were "Closed" out this fiscal year.



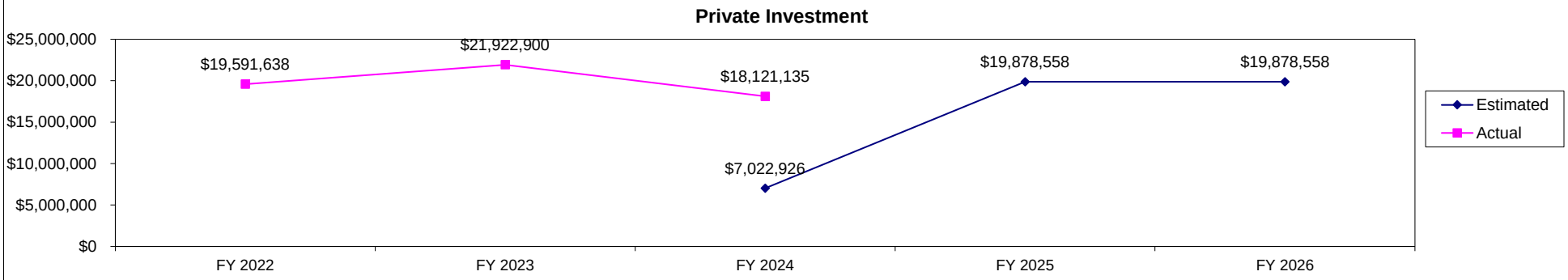
Comments on Performance Measure:
Numbers are dependent on the type of projects that were "Closed" out this fiscal year. Numbers are dependent on the type of projects that are funded each year.

TAX CREDIT ANALYSIS

Program Name: **Neighborhood Assistance Program (NAP)**



Comments on Performance Measure:
Includes individuals earning GEDs, job training and other skills necessary to become productive citizens. Numbers are dependent on the type of projects that were "Closed" out this fiscal year.



Comments on Performance Measure:
NAP tax credits leveraged (Total Contributions - Total Credits Issued)

TAX CREDIT ANALYSIS

Program Name: **Neighborhood Preservation Tax Credit (NPA)**

Department: Economic Development | **Contact Name & No.:** Brooklyn Wasser (573) 522-8006 | **Date:** January 2025

Program Category: Housing | **Type:** Tax Credit | Other:

Statutory Authority: Sections 135.475-135.487, RSMo | **Applicable Taxes:** Income Tax, Corporate Franchise Tax, Bank Tax, Insurance Premium Tax, Other Financial Institutions Tax

Tax Credit Creation Date: 1999 | **Year of Last Legislative Change:** 2007

Program Description and Eligibility Requirements:
Provides an incentive for any taxpayer who incurs eligible costs for a new residence or rehabilitates a residence for owner occupancy that is located in a designated area.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Tax Credit of 25% - 35% of eligible renovation costs, or 15% of new construction. This is a calendar year program.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 16 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
$8M for eligible areas; $8M for qualifying areas (as defined by law). Credits are awarded on a first-come, first-served basis by utilizing a lottery system.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)
Carry forward 5 years | Carry Back 3 years | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

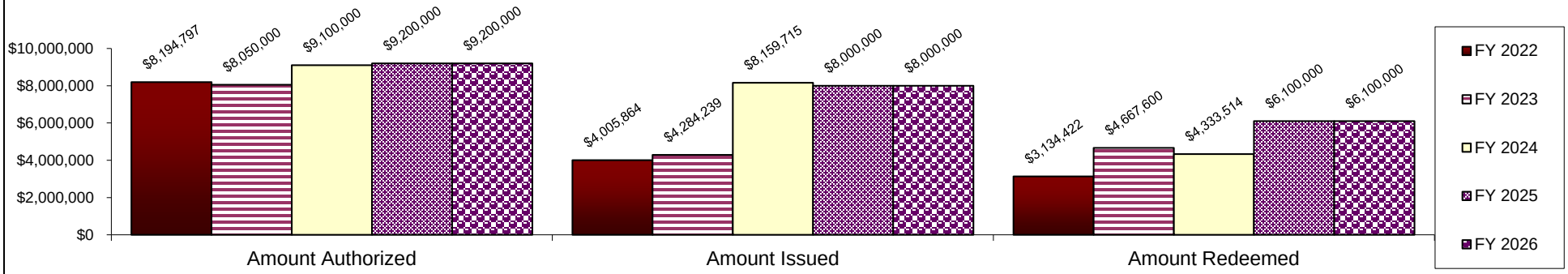
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	164	104	180	*129*	110	150
Projects/Participants (#)	164	104	90	*69*	110	90
Amount Authorized	$8,194,797	$8,050,000	$9,100,000	*$0*	$9,200,000	$9,200,000
Amount Issued	$4,005,864	$4,284,239	$8,159,715	*$5,111,141*	$8,000,000	$8,000,000
Amount Redeemed	$3,134,422	$4,667,600	$4,333,514	*$3,956,732*	$6,100,000	$6,100,000

FY 2024 EST. Amount Outstanding $11,960,678 | FY 2024 EST. Amount Authorized but Unissued $62,344,436

TAX CREDIT ANALYSIS

Program Name: **Neighborhood Preservation Tax Credit (NPA)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Projected information for Authorized, Issued, and Redeemed amounts is based on 3 year average.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (5 years)
BENEFITS		
Direct Fiscal Benefits	$1,134,851	$1,985,056
Indirect Fiscal Benefits	$310,753	$543,563
Total	$1,445,604	$2,528,619
COSTS		
Direct Fiscal Costs	$9,100,000	$9,100,000
Indirect Fiscal Costs	$0	$0
Total	$9,100,000	$9,100,000
BENEFIT: COST	**0.16**	**0.28**

Derivation of Benefits:
Investment: (a) $53,395,413 in Residential Investment spending over years 2023-2024.
Employment: (a) N/A
Other Assumptions: (a) N/A
Incentives/Credits: (a) $9,100,000 in Neighborhood Preservation Act tax credits in 2024.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.
The multi-year fiscal Benefit-Cost Ratio is 0.25 when other program incentives (Historic Preservation) are included.

Other Benefits:

In FY 2024, every dollar of auth. program tax credits returns

$2.01	in new personal income totaling	$18.30 million
$3.35	in new value-added/GSP totaling	$30.46 million
$5.95	in new economic output totaling	$54.14 million

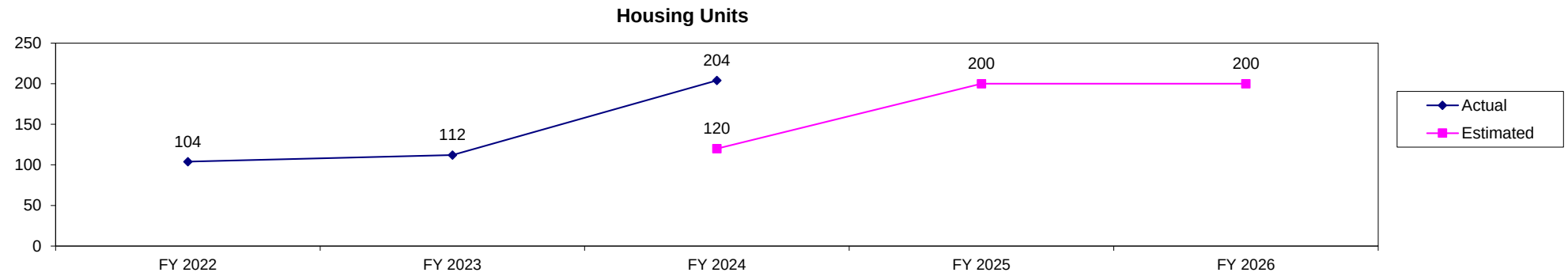
Over 5 YEARS, every dollar of auth. program tax credits returns

$2.89	in new personal income totaling	$26.32 million
$3.72	in new value-added/GSP totaling	$33.85 million
$6.61	in new economic output totaling	$60.17 million

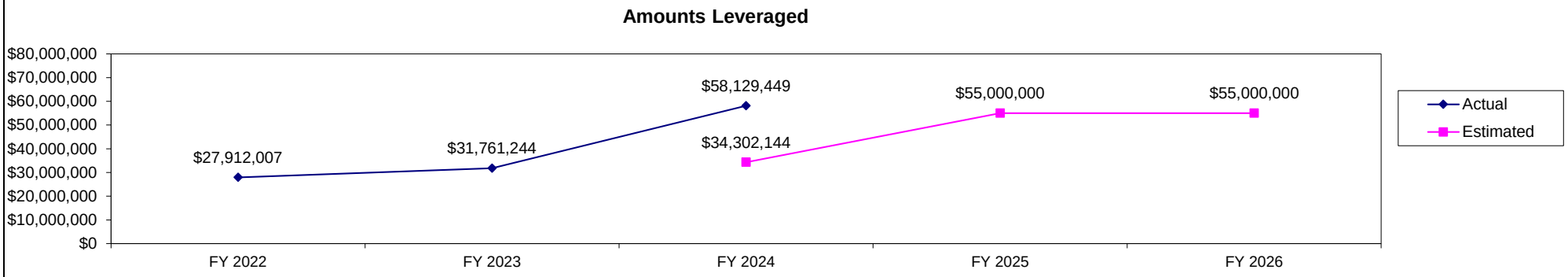
TAX CREDIT ANALYSIS

Program Name: **Neighborhood Preservation Tax Credit (NPA)**

PERFORMANCE MEASURE(S)



Comments on Performance Measure: Numbers are captured from projects that were closed out this fiscal year.



Comments on Performance Measure: Numbers are captured from projects that were closed out this fiscal year.

TAX CREDIT ANALYSIS

Program Name: **Qualified Research Expense Tax Credit Program (QRE)**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Entrepreneurial | **Type:** Tax Credit | Other:

Statutory Authority: Section 620.1039, RSMo | **Applicable Taxes:** Individual, Corporate, Financial Institutions Tax

Tax Credit Creation Date: August 28, 2022 | **Year of Last Legislative Change:** 2022

Program Description and Eligibility Requirements:
Any individual, partnership, corporation, or charitable organization conducting qualified research in the state is eligible. The incentive is available to an eligible taxpayer who has additional qualified research expenses in Missouri in a tax year, as compared to the average of such expenses in three immediately preceding tax years.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Applicants may receive the greater of: (a) 15% of the taxpayer's additional qualified research expenses; or (b) 20% of the taxpayer's additional qualified research expenses if such qualified research was conducted in conjunction with a Missouri public or private college or university. No tax credit shall be allowed for any portion of qualified research expenses that exceed 200% of the taxpayer's average qualified research expenses incurred during the three immediately preceding tax years. Each taxpayer is limited to a $300,000 benefit per year.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 10 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
$5 million of the $10 million cap shall be reserved for minority business enterprises, women's business enterprises, and small businesses. If on November 1 of each year, there are unused amounts from the $5 million reserved, the unused amount will be transferred to the overall program cap. If there are applications for the program's tax credits that exceed the amount available, eligible applicants in the general cap will be issued credits on a pro-rata basis, with businesses less than five years old being issued full tax credits first.

Sunset Provision: Yes Date of Sunset 12/31/2028 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
The provisions of the program authorized under this section shall automatically sunset December 31, 2028, 6 years after the effective date.

Specific Provisions: (if applicable)

Carry forward 12 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:
Carry forward is 12 years.

Legislative / General Assembly Action(s) During Prior Five Years:

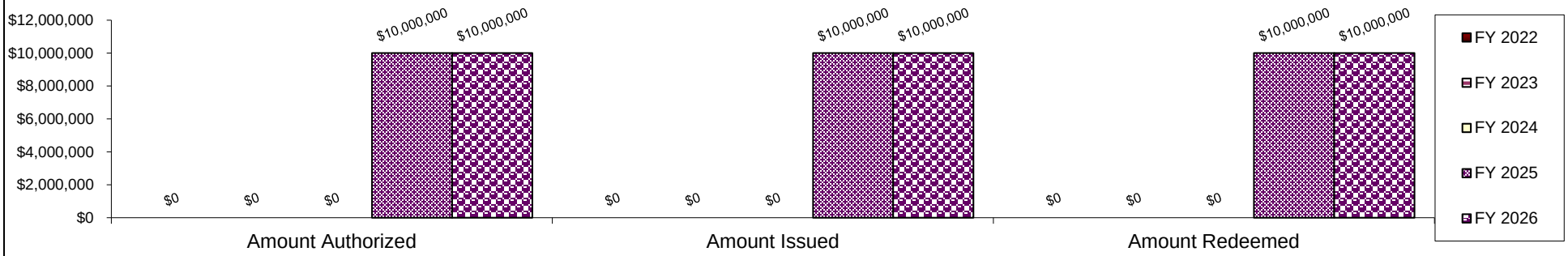
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*49*	30	40
Projects/Participants (#)	0	0	0	*77*	30	40
Amount Authorized	$0	$0	$0	*$9,029,607*	$10,000,000	$10,000,000
Amount Issued	$0	$0	$0	*$1,818,884*	$10,000,000	$10,000,000
Amount Redeemed	$0	$0	$0	*$0*	$10,000,000	$10,000,000

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Qualified Research Expense Tax Credit Program (QRE)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

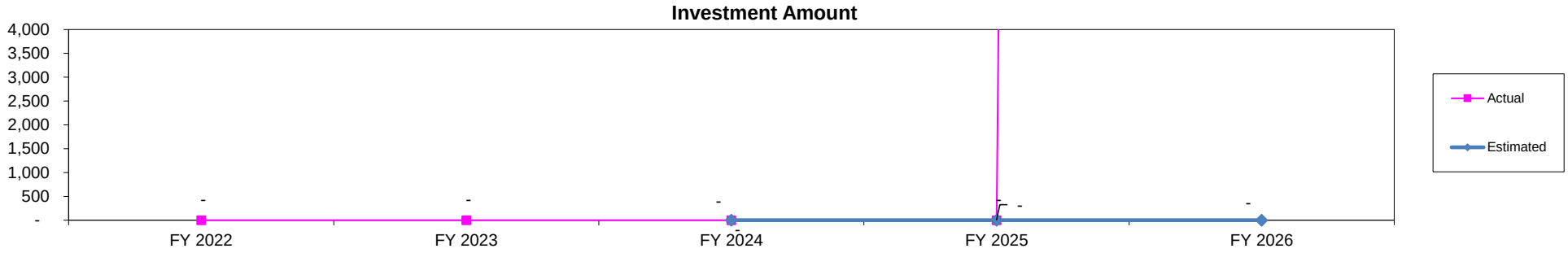
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (15 years)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No authorizations for FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Rebuilding Communities (ROC)**

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: Section 135.535, RSMo | **Applicable Taxes:** Income Tax, Corporate Franchise Tax, Bank Tax, Insurance Premium Tax, Other Financial Institutions Tax

Tax Credit Creation Date: 1997 | **Year of Last Legislative Change:** 2013

Program Description and Eligibility Requirements:
Provides a tax credit for eligible businesses locating, relocating or expanding within a distressed community. A business must have fewer than 100 full-time employees, 75% of which must be located in the distressed community, and be primarily engaged in manufacturing, biomedical, medical devices, scientific research, animal research, computer software design or development, computer programming, including Internet, web hosting, and other information technology, wireless or wired or other telecommunications or a professional firm.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The tax credit is equal to either 40% or 25% of eligible equipment purchases, depending on whether the business is new or existing, or 40% of state income taxes due. A 1.5% employee tax credit is also available to businesses who receive one of the 40% credits and is based on an employee's gross salary. The 40% income tax credit is limited to $125,000 per year for three years. The 40% and 25% equipment credits are limited to $75,000 per year for four years.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 8 Million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Total credits issued under this program may not exceed $8 million per year. The 25% equipment credits are further limited to $750,000 per year. (Note that 620.1881, RSMo - the Missouri Quality Jobs Act - reduced the cap from $10 million to $8 million).

Sunset Provision: Yes Date of Sunset 8/27/2013 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
No new projects may be proposed after August 27, 2013.

Specific Provisions: (if applicable)

Carry forward 5 years | Carry Back 3 years | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:
The 1.5% employee credits are sellable/assignable only.

Legislative / General Assembly Action(s) During Prior Five Years:

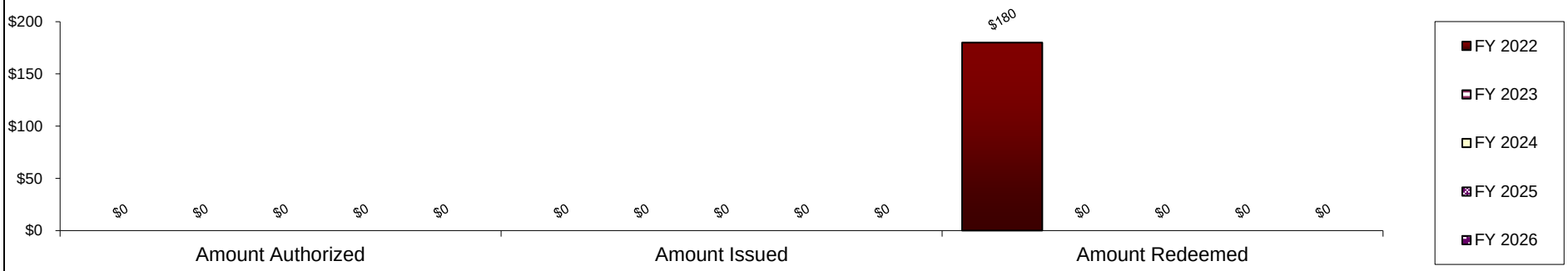
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$180	$0	$0	*$0*	$0	$0

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: **Rebuilding Communities (ROC)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

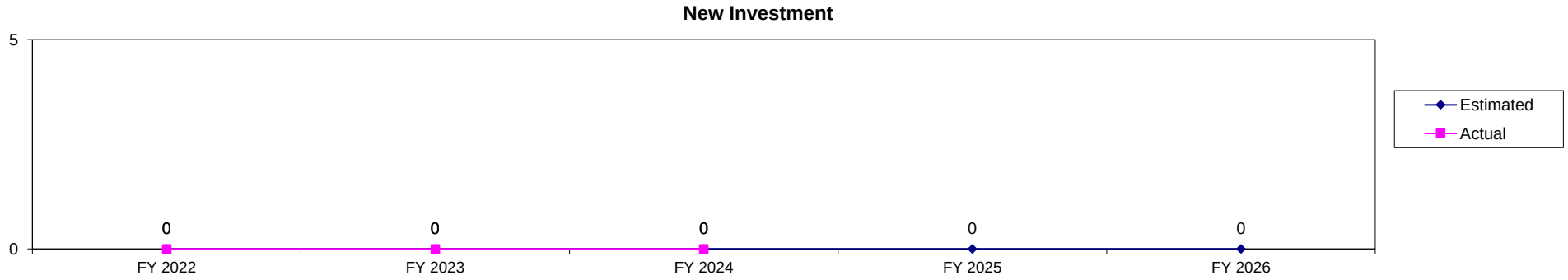
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No new authorizations in FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Program has sunset. No new investments accepted for the tax credits.

TAX CREDIT ANALYSIS

Program Name: Rural Access to Capital (RAC)

Department: Economic Development | **Contact Name & No.:** Olivia Bartens (573) 526-0308 | **Date:** January 2025

Program Category: Business Recruitment | **Type:** Tax Credit | Other:

Statutory Authority: Sections 620.3500-620.3530, RSMo | **Applicable Taxes:** Income Tax; Insurance Premium Tax; Financial Institutions Tax; Express Companies

Tax Credit Creation Date: 8/28/2024 | **Year of Last Legislative Change:** 2024

Program Description and Eligibility Requirements:
Promotes workforce development and capital investment in Missouri's rural areas by providing incentives to invest in those areas.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Rural Funds apply to become certified by the Department for a period of six years beginning with the year the Rural Investor makes a Capital Investment. The tax credits are 60% of the total Capital Investment over the six-year period. The Applicable Percentage of the tax credit amount will be 0% in years one and two and 15% of Capital Investment in years three through six, not to exceed $16,000,000 in a calendar year.

Program Cap: Cumulative $ 64 million (remainder of cumulative cap) $ 64 million Annual $ 16 million None
Cap Shared Between Programs No **Which Program(s)?**
Explanation of Cap:
The tax credit cap is $16 million per calendar year for four years.

Sunset Provision: Yes Date of Sunset 28-Aug-30 Date of Last Sunset Extension

Explanation of Expiration of Authority:
Program sunsets on August 28, 2030, unless reauthorized.

Specific Provisions: (if applicable)
Carry forward 5 years Carry Back n/a Refundable No Apportioned No Appropriated Yes
Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No
Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
SB 802 passed during FY2024 regular session.

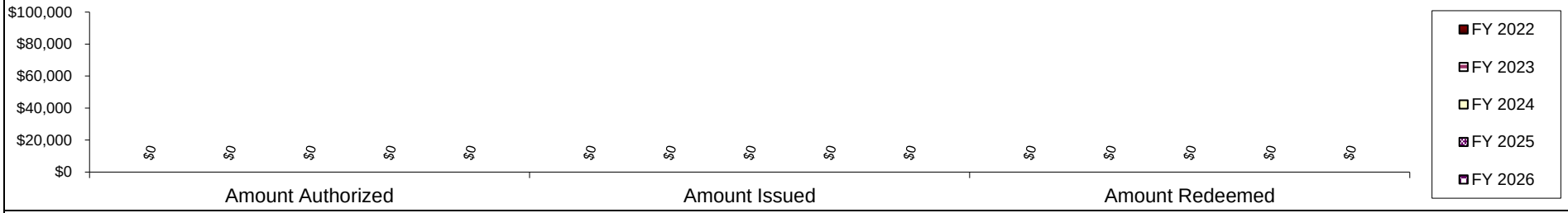
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*5*	0	0
Amount Authorized	$0	$0	$0	*$64,000,000*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$0	*$0*	$0	$0

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: Rural Access to Capital (RAC)

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

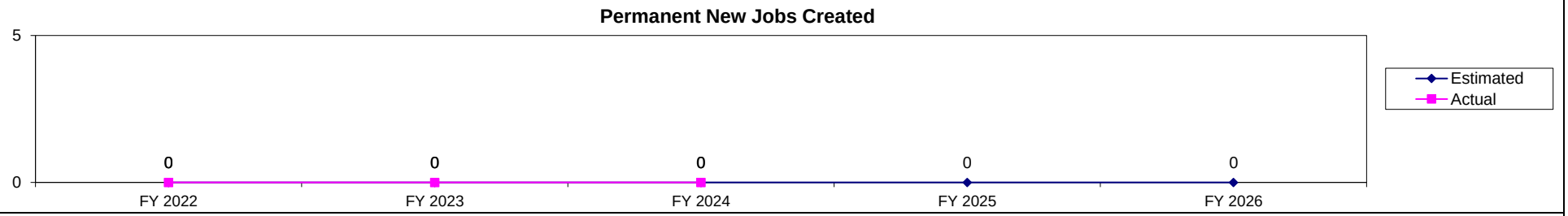
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
This is a new program. No authorizations for FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	**Motion Media Tax Credit Program (Show MO Act)**				
Department:	Economic Development	**Contact Name & No.:**	Andrea Sporcic Klund (573) 526-2102	**Date:**	January 2025
Program Category:	Business Recruitment	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.750, RSMo	**Applicable Taxes:**	Corporate and Individual Income Tax, Financial Institutions Tax		
Tax Credit Creation Date:	8/28/2023	**Year of Last Legislative Change:**			

Program Description and Eligibility Requirements:
Provides a tax credit for in-state expenditures on qualified motion media productions. Productions that are under 30 minutes must have a minimum spend of $50,000; productions more than 31 minutes must have a minimum spend of $100,000.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
The tax credit is equal to 20-42% of qualifying expenses.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 16 million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
The $16 million cap includes $8 million for film productions and $8 million for series productions.

Sunset Provision: Yes Date of Sunset 12/31/2029 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
The provisions of the program authorized under this section shall automatically sunset December 31, 2029

Specific Provisions: (if applicable)

Carry forward	5 years	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	Yes	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
SB 94 passed during FY2023 regular session.

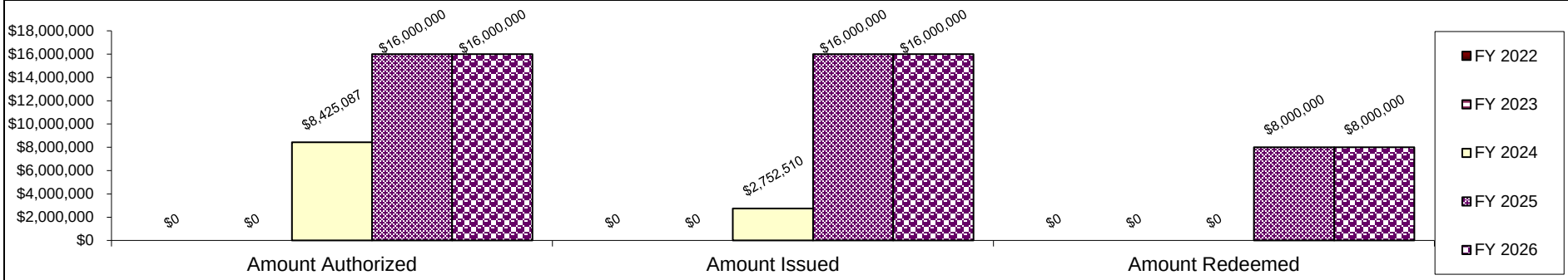
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	1	*1*	10	10
Projects/Participants (#)	0	0	4	*5*	10	10
Amount Authorized	$0	$0	$8,425,087	*$2,016,064*	$16,000,000	$16,000,000
Amount Issued	$0	$0	$2,752,510	*$1,764,472*	$16,000,000	$16,000,000
Amount Redeemed	$0	$0	$0	*$4,115*	$8,000,000	$8,000,000

FY 2024 EST. Amount Outstanding	$2,752,510	FY 2024 EST. Amount Authorized but Unissued	$5,672,577

TAX CREDIT ANALYSIS

Program Name: **Motion Media Tax Credit Program (Show MO Act)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$2,305,271	$2,687,683
Indirect Fiscal Benefits	$2,009,296	$2,342,610
Total	$4,314,567	$5,030,293
COSTS		
Direct Fiscal Costs	$1,684,952	$8,092,931
Indirect Fiscal Costs	$0	$0
Total	$1,684,952	$8,092,931
BENEFIT: COST	**2.56**	**0.62**

Derivation of Benefits:
Investment: (a) $21,800,439 in Industry Sales in 2024.
Employment: (a) 716 jobs in motion picture and sound recording industries at average wage rates in 2024.
Incentives/Credits: (a) $8,092,931 in Motion Media tax credits over years 2024-2028.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

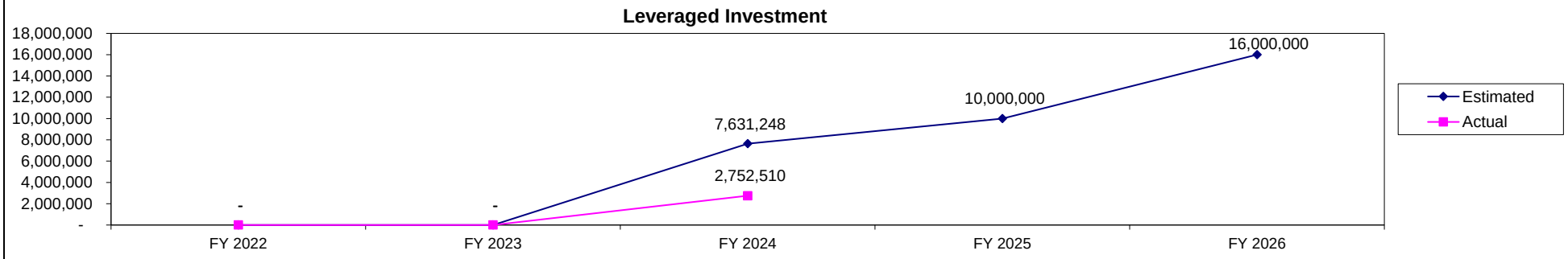
In FY 2024, every dollar of auth. program tax credits returns:

$48.05	in new personal income totaling	$80.96	million
$90.87	in new value-added/GSP totaling	$153.11	million
$162.68	in new economic output totaling	$274.11	million

Over 5 YEARS, every dollar of auth. program tax credits returns

$11.98	in new personal income totaling	$96.95	million
$18.63	in new value-added/GSP totaling	$150.80	million
$33.31	in new economic output totaling	$269.54	million

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Small Business Incubator Tax Credit Program**

Department: Economic Development | **Contact Name & No.:** Daniel Epler (573) 751-5798 | **Date:** January 2025

Program Category: Entrepreneurial | **Type:** Tax Credit | Other:

Statutory Authority: Section 620.495, RSMo | **Applicable Taxes:** Income tax, Corporate franchise tax, Bank tax, Insurance premium tax, and other financial institutions tax

Tax Credit Creation Date: 1989 | **Year of Last Legislative Change:** 2007

Program Description and Eligibility Requirements:
A taxpayer who makes a contribution to an approved small business incubator sponsor or fund can claim a state tax credit for a percentage of such contribution.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
The tax credit is equal to 50% of the contribution.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 500,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
The $500,000 annual cap is allocated each calendar year to approved incubators requesting funds based on need, competition and the appropriate use of contributions.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)
Carry forward 5 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:
75% of par value.

Legislative / General Assembly Action(s) During Prior Five Years:

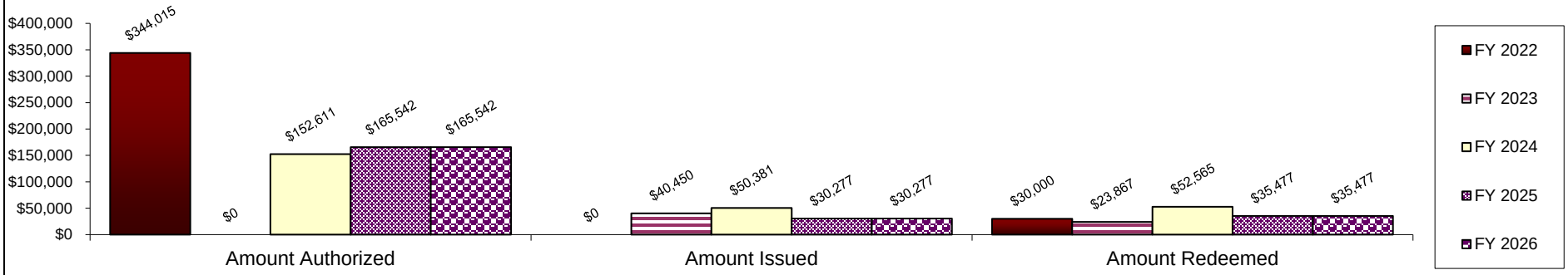
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	12	18	0	10	10
Projects/Participants (#)	4	0	2	0	2	2
Amount Authorized	$344,015	$0	$152,611	$0	165,542	165,542
Amount Issued	$0	$40,450	$50,381	$0	30,277	30,277
Amount Redeemed	$30,000	$23,867	$52,565	$6,574	35,477	35,477

FY 2025 EST. Amount Outstanding $19,168.00 | FY 2025 EST. Amount Authorized but Unissued $102,230.00

TAX CREDIT ANALYSIS

Program Name: **Small Business Incubator Tax Credit Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Projections cannot be based on previous year averages because no credits were authorized or issued in FY2021 due to the COVID pandemic. Redemption projections in particular will be decreased.

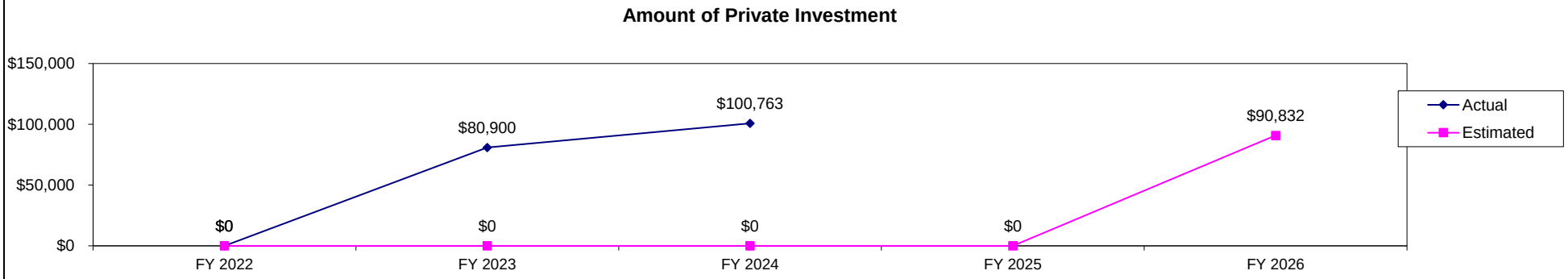
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (10 years)
BENEFITS		
Direct Fiscal Benefits	$345,986	$3,242,360
Indirect Fiscal Benefits	$406,604	$3,810,433
Total	$752,590	$7,052,793
COSTS		
Direct Fiscal Costs	$25,435	$145,168
Indirect Fiscal Costs	$0	$0
Total	$25,435	$145,168
BENEFIT: COST	**29.59**	**48.58**

Derivation of Benefits:
Investment: (a) $185,000 in Nonresidential investment spending in 2024; (b) $10,000 in Durable Equipment spending in 2024.
Employment: (a) 83 jobs in Prof./Tech. Services at average wage rates in 2024-2033
Incentives/Credits: (a) $152,611 in Business Incubator tax credits over years 2024-2033
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	**Wine Producers and Grape Growers**				
Department: Economic Development		**Contact Name & No.:**	Olivia Bartens (573) 526-0308	**Date:**	January 2025
Program Category:	Agricultural	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.700, RSMo	**Applicable Taxes:**	Income Tax		
Tax Credit Creation Date:	1998	**Year of Last Legislative Change:**			

Program Description and Eligibility Requirements:
Any grape grower or wine producer within the state can claim a tax credit for a percentage of the purchase price of all new equipment and materials used directly in growing grapes or producing wine within the state. Taxpayers may apply annually for up to five years.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The tax credit is equal to 25% of the purchase price of all new equipment and materials used directly in growing grapes or producing wine.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
There is no cap on this program.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable No Apportioned No Appropriated No

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

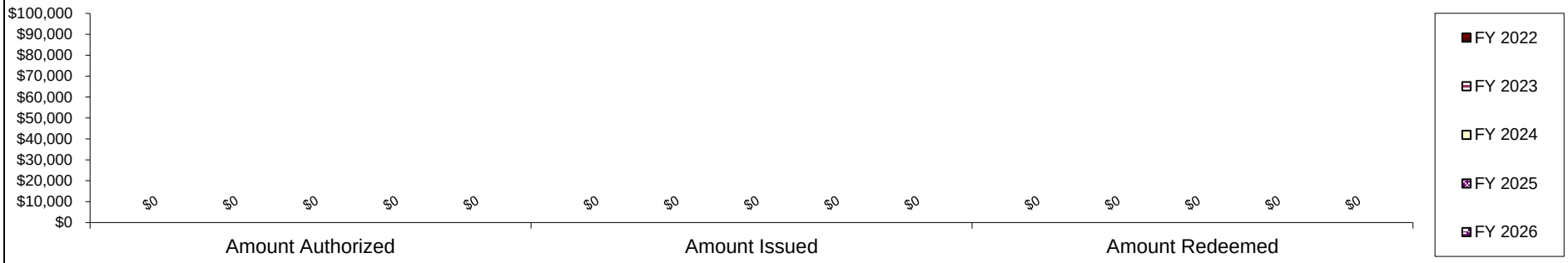
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$0	*$0*	$0	$0

FY 2024 EST. Amount Outstanding	$	FY 2024 EST. Amount Authorized but Unissued	$

TAX CREDIT ANALYSIS

Program Name: **Wine Producers and Grape Growers**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

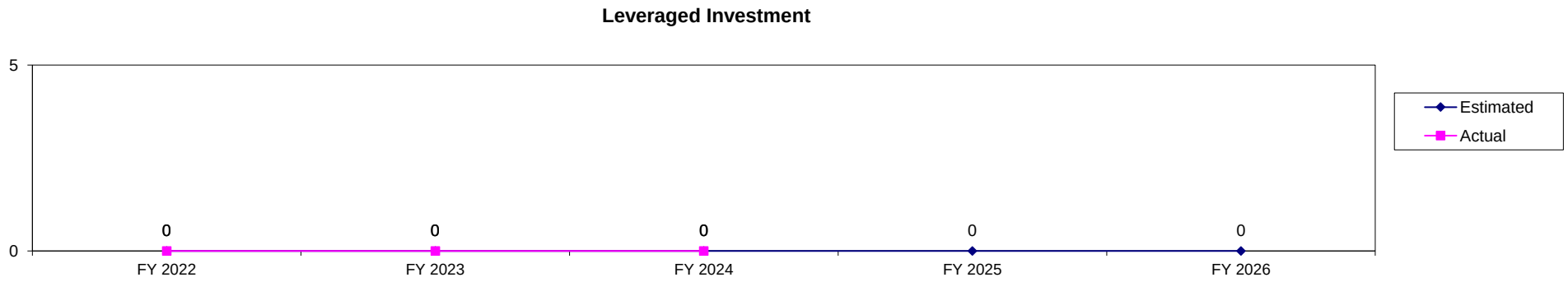
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No authorizations in FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: **Youth Opportunities Program (YOP)**

Department: Economic Development | **Contact Name & No.:** Daniel Epler (573) 751-5798 | **Date:** January 2025

Program Category: Domestic and Social | **Type:** Tax Credit | Other:

Statutory Authority: Sections 135.460 and 620.1100-620.1103, RSMo | **Applicable Taxes:** Corporate franchise tax, Bank tax, Insurance premium tax, Other financial institutions tax, Express companies tax

Tax Credit Creation Date: 1995 | **Year of Last Legislative Change:** 2014

Program Description and Eligibility Requirements:
This is a contribution tax credit program which broadens and strengthens opportunities for positive development and participation in community life for youth and discourages criminal and violent behavior. Individuals, businesses and corporations having tax liability in Missouri are eligible to receive tax credits for qualified donations to approved YOP projects.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Applications are reviewed on a competitive basis and awards made to eligible organizations for 50% of the approved project budget.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 6 Million None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
The cap is on a calendar year. The numbers below are reported on a fiscal year.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward 5 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

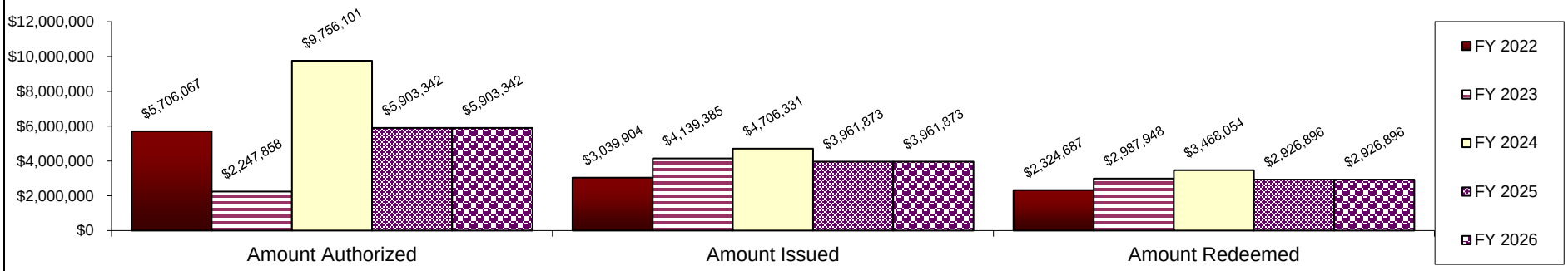
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	974	1,504	1,559	564	1,346	1,346
Projects/Participants (#)	36	13	57	6	35	35
Amount Authorized	$5,706,067	$2,247,858	$9,756,101	$1,005,755	5,903,342	5,903,342
Amount Issued	$3,039,904	$4,139,385	$4,706,331	$1,572,532	3,961,873	3,961,873
Amount Redeemed	$2,324,687	$2,987,948	$3,468,054	$1,612,442	2,926,896	2,926,896

FY 2025 EST. Amount Outstanding $6,542,476.12 | FY 2025 EST. Amount Authorized but Unissued $8,808,028.00

TAX CREDIT ANALYSIS

Program Name: **Youth Opportunities Program (YOP)**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Redemption data does not include the $704 that was offset due to delinquent taxes. Projections cannot be based on previous 3 year averages because CY2020 cycle was suspended due to the COVID pandemic. Redemption projections in particular will be decreased.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$32,502	$269,753
Indirect Fiscal Benefits	$88,580	$735,165
Total	$121,082	$1,004,918
COSTS		
Direct Fiscal Costs	$1,626,017	$9,280,283
Indirect Fiscal Costs	$0	$0
Total	$1,626,017	$9,280,283
BENEFIT: COST	**0.07**	**0.11**

Derivation of Benefits:
Investment: (a) $0 in Construction spending in 2024.
Employment: N/A
Other Assumptions: (a) 562 HS/GED/Skills Training graduates earning $2,595,520 in additional annual income in 2024-2033.
Incentives/Credits: (a) $9,756,101 in Youth Opportunities Program tax credits over years 2024-2029.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

In FY 2024, every dollar of auth. program tax credits returns

$2.58	in new personal income totaling	$4.20	million
$1.65	in new value-added/GSP totaling	$2.68	million
$2.84	in new economic output totaling	$4.62	million

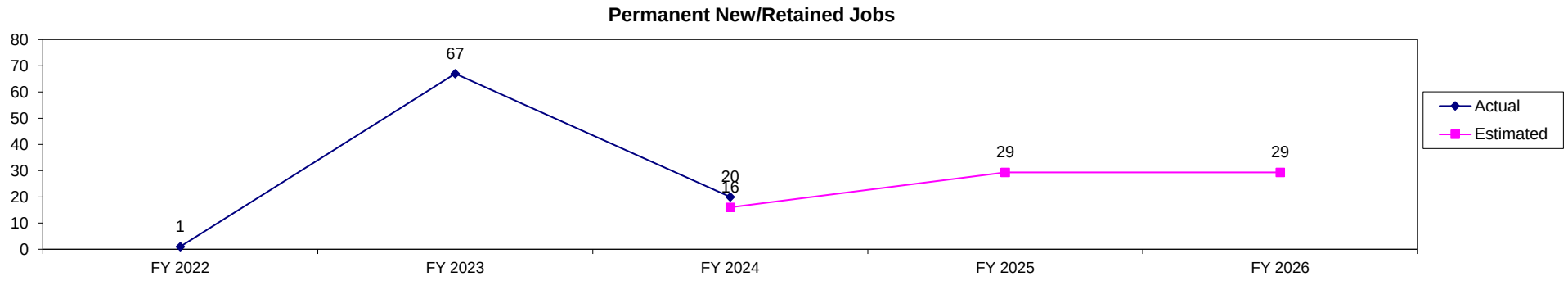
Over 10 YEARS, every dollar of auth. program tax credits returns

$4.46	in new personal income totaling	$41.41	million
$2.57	in new value-added/GSP totaling	$23.83	million
$4.37	in new economic output totaling	$40.56	million

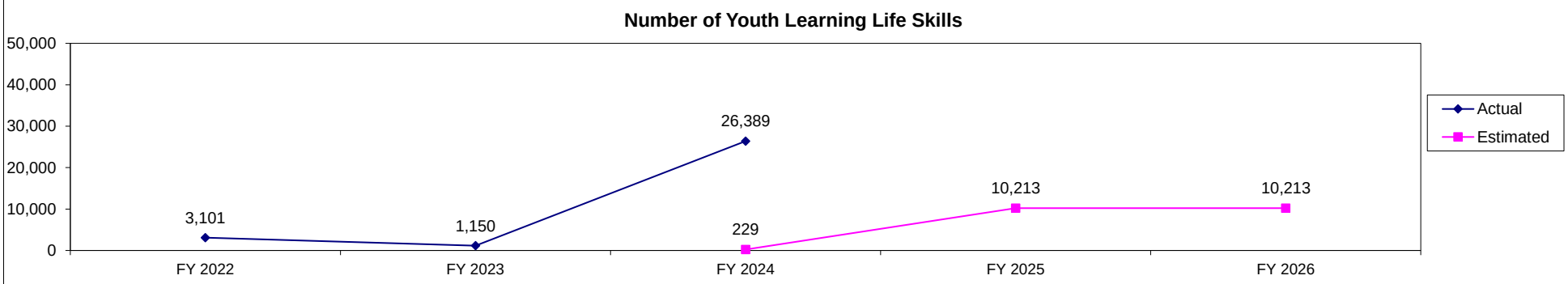
TAX CREDIT ANALYSIS

Program Name: **Youth Opportunities Program (YOP)**

PERFORMANCE MEASURE(S)



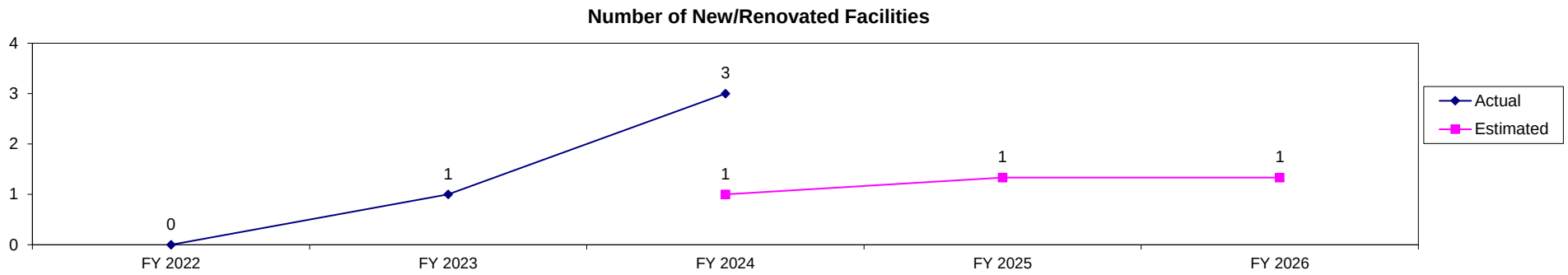
Comments on Performance Measure:
Numbers are dependent on the types of projects that were "Closed" out this fiscal year.



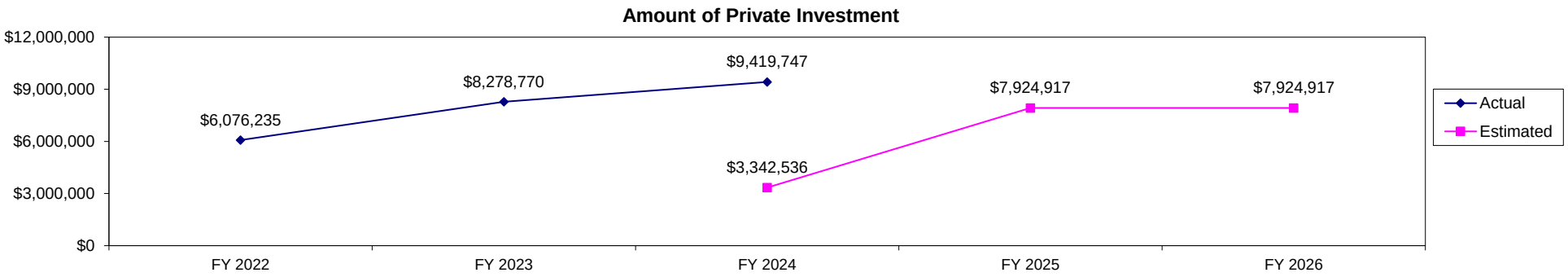
Comments on Performance Measure:
Includes individuals earning GEDs, job training and other skills necessary to be come productive citizens. Numbers are dependent on the type of projects that were "Closed" out this fiscal year.

TAX CREDIT ANALYSIS

Program Name: **Youth Opportunities Program (YOP)**



Comments on Performance Measure:
Numbers are dependent on the type of projects that were "Closed" out this fiscal year.



Comments on Performance Measure:
Total Private Contributions going into approved projects.

TAX CREDIT ANALYSIS

Program Name:	**Medical Preceptor Tax Credit**				
Department: Health and Senior Services		**Contact Name & No.:**	Tanya Henry (573) 522-2717	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.690, RSMo	**Applicable Taxes:**	Chapter 143, excluding withholding taxes		
Tax Credit Creation Date:	2022	**Year of Last Legislative Change:**	2022		

Program Description and Eligibility Requirements:
Community-based faculty preceptors who serve as the preceptor for a medical student core preceptorship or a physician assistant student core preceptorship shall be allowed a credit. The preceptor shall submit supporting documentation.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
Section 135.690.2(4), RSMo, allows no more than 200 preceptorship tax credits shall be authorized in a calendar year, which are awarded on a first-come, first-served basis. By statute, the credit is an amount equal to $1,000 for each preceptorship, up to a maximum of $3,000 a year.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 200,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Section 135.690.2(4) does not allow the tax credit to exceed $200,000 per year, though subdivision 5 does state that "the department is authorized to exceed the two hundred thousand dollars per year tax credit program cap in any amount not to exceed the amount of funds remaining in the medical preceptor fund".

Sunset Provision: Choose Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
Section 135.690 does not include a sunset provision.

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable No Apportioned No Appropriated Yes

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

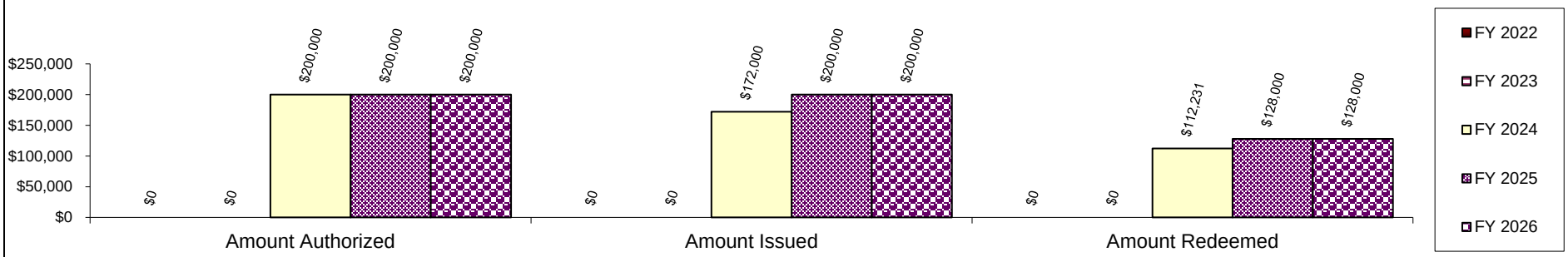
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	n/a	n/a	78	*17*	115	115
Projects/Participants (#)	0	0	78	*17*	95	95
Amount Authorized	n/a	n/a	$200,000	*$85,000*	$200,000	$200,000
Amount Issued	n/a	n/a	$172,000	*$85,000*	$200,000	$200,000
Amount Redeemed	$0	$0	$112,231	*$14,500*	$128,000	$128,000

FY 2024 EST. Amount Outstanding	$	FY 2024 EST. Amount Authorized but Unissued	$

TAX CREDIT ANALYSIS

Program Name: **Medical Preceptor Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

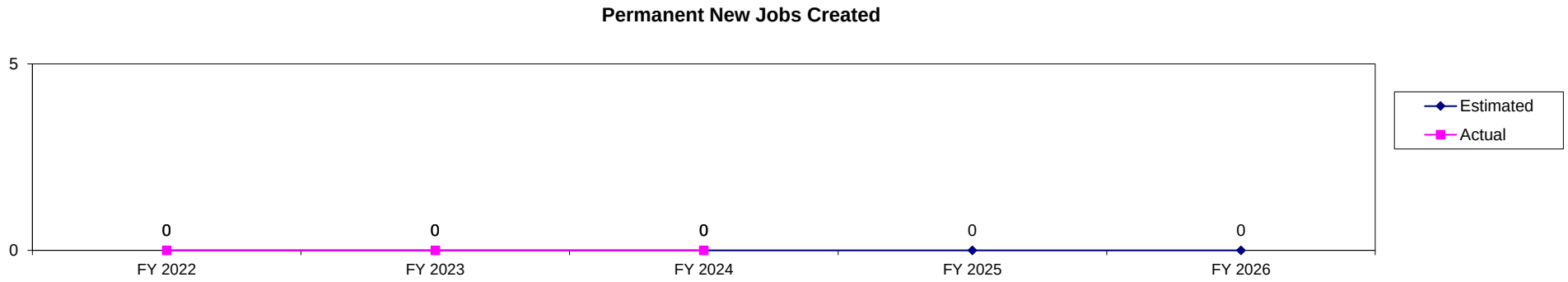
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	$0
Indirect Fiscal Benefits	$0	$0
Total	$0	$0
COSTS		
Direct Fiscal Costs	$0	$0
Indirect Fiscal Costs	$0	$0
Total	$0	$0
BENEFIT: COST	**0.00**	**0.00**

Derivation of Benefits:
N/A

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
The tax credit did not exist in previous fiscal years and the program has not existed for any period of time to determine if any permanent new jobs will be created. It is unlikely that this tax credit will directly create any permanent new jobs, although it may incentivize physicians to serve as community-based faculty preceptors, which in turn could improve training for medical students, which would result in an overall benefit to the state's healthcare workforce.

TAX CREDIT ANALYSIS

Program Name:	Shared Care Tax Credit				
Department: Health and Senior Services		**Contact Name & No.:**	Shyra Doughtery (573) 522-9037	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	Sections 192.2005, 192.2010 and 192.2015	**Applicable Taxes:**	Individual Income		
Tax Credit Creation Date:	1-Jan-00	**Year of Last Legislative Change:**			

Program Description and Eligibility Requirements:

Shared Care is a program in which eligible families who provide care to an elderly family member in their home may request a tax credit. Caregivers who meet requirements within the program are eligible for a Shared Care tax credit in an amount not to exceed $500 to defray the cost of caring for an elderly person. In order to be eligible for a Shared Care tax credit, a registered caregiver shall:

(1) Care for an elderly person age 60 or older who is physically or mentally incapable of living alone, who requires assistance to avoid placement in a long-term care facility, is not able or allowed to operate a motor vehicle, and does not receive funding or services through Medicaid or Social Service Block Grant funding;

(2) Live in the same residence as the elderly person to give protective oversight for an aggregate of more than six months per tax year;

(3) Not receive monetary compensation for providing care; and

(4) File necessary Shared Care tax credit forms with the caregiver's Missouri individual income tax return.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Each qualifying caregiver is limited to no more than $500 of the tax credit amount of their tax liability.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None x

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

Each qualifying caregiver is limited to no more than $500 of the tax credit amount of their tax liability.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

While there is no program cap, the eligibility requirements for the program self-limit the amount of the tax credits provided. Each qualifying caregiver is limited to no more than $500 of tax credit, or no more than their tax liability, whichever is lower.

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Certificates issued equal the number of Shared Care registered caregivers (potential tax credit claimants). The amount authorized is equal to the caregivers multiplied by the maximum per person credit amount of $500. The amount redeemed is the total tax credit claimed.

Legislative / General Assembly Action(s) During Prior Five Years:

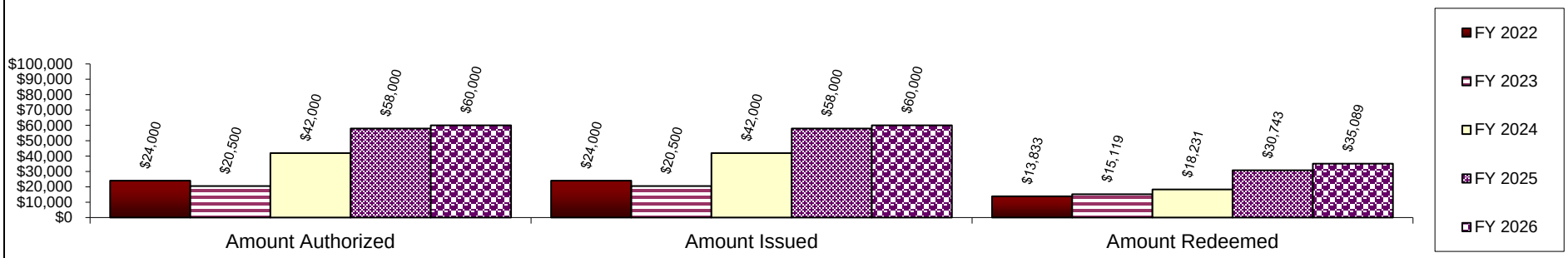
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	48	41	84	*17*	116	120
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$24,000	$20,500	$42,000	*$18,000*	$58,000	$60,000
Amount Issued	$24,000	$20,500	$42,000	*$18,000*	$58,000	$60,000
Amount Redeemed	$13,833	$15,119	$18,231	*$11,594*	$30,743	$35,089

FY 2024 EST. Amount Outstanding	$23,769	FY 2024 EST. Amount Authorized but Unissued	$0

TAX CREDIT ANALYSIS

Program Name: Shared Care Tax Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	Not Applicable	Not Applicable
Indirect Fiscal Benefits	$104,185	Not Applicable
Total	$104,185	$0
COSTS		
Direct Fiscal Costs	$25,181	Not Applicable
Indirect Fiscal Costs	Not Applicable	Not Applicable
Total	$25,181	$0
BENEFIT: COST	**79,004**	

Derivation of Benefits:
Individuals claiming this tax credit are providing care for elderly persons who are not receiving state funded services. Without this private caregiver support, these elderly persons may need services such as personal care, homemaker, and respite care funded in part through Medicaid, Social Service Block Grant, or General Revenue. The indirect fiscal benefits are calculated based on the estimated number of elderly persons claiming the credit who are potentially Medicaid eligible, multiplied by the average cost of care for elderly persons receiving care through DHSS (84 total claimants x 21.49 [percent of persons over age 60 in Missouri] X $5,771.51 [FY 2024 GR average cost of care] = $104,185).

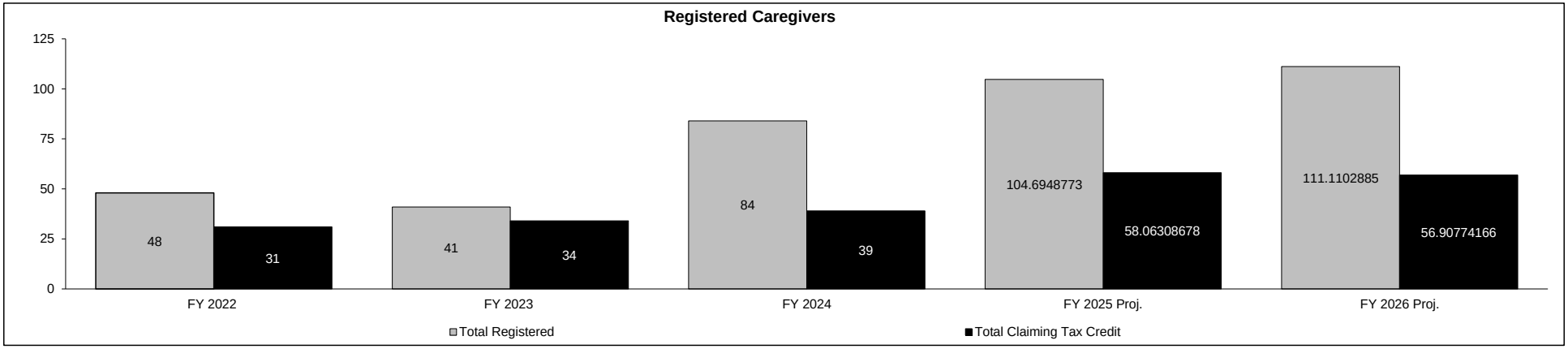
Direct Costs Footnote: Direct costs include the dollar value of tax credits redeemed ($18,231) as well as the General Revenue cost for personnel ($6,950) who respond to inquiries and register/confirm individuals within the program ($18,231 + $6,950 = $25,181).

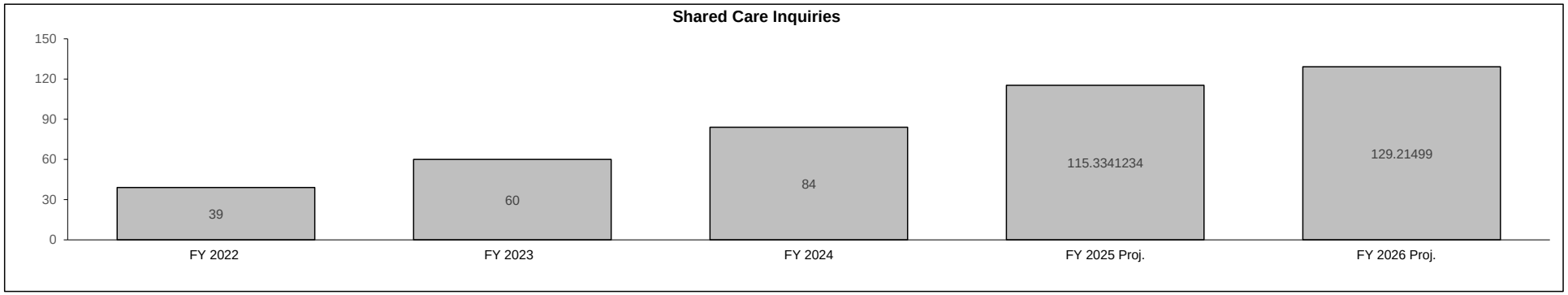
Other Benefits:

TAX CREDIT ANALYSIS

Program Name: Shared Care Tax Credit

PERFORMANCE MEASURE(S)





Comments on Performance Measure:
The FY 2024 increase of certificates issued is due to the increased awareness of the tax credit opportunity.
YTD (year-to-date) is as of August 20, 2024.

TAX CREDIT ANALYSIS

Program Name: Wood Energy

Department: Natural Resources | **Contact Name & No.:** Nora Maxwell (573) 526-0851 | **Date:** January 2025

Program Category: Environmental | **Type:** Tax Credit | Other: N/A

Statutory Authority: 135.300-135.311 | **Applicable Taxes:** Tax credit on taxes otherwise due under Chapter 143 RSMo, except Sections 143.191 to 143.261 (withholding of tax).

Tax Credit Creation Date: 1985 | **Year of Last Legislative Change:** 2022

Program Description and Eligibility Requirements:

A Missouri wood energy producer (any person, firm or corporation that engages in the business of producing processed wood pro ducts from Missouri forest industry residue to be used as an energy source) is eligible for a tax credit on taxes otherwise due. Reenacted in 1996 by the 88th General Assembly, the credit applied to all tax periods beginning on or af ter January 1, 1997 and before June 30, 2013. SB 729 (2014 legislative session) extended this credit through June 30, 2020 with an annual cap of $6 million, subject to appropriations. Statutory au thority for the authorization of credits was reinstated and extended to June 30, 2028 (HB 3, First Extraordinary Session, 2022). The credit can only be used against the income tax otherwise due and is not available for use against withholding tax liabilities.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes

Credit of $5/ton for wood products from processed wood residue.
Credit of $5/ton for wood used in charcoal production. Wood usage is inferred at 4 tons of wood residue used per ton of wood char produced.

Program Cap: Cumulative $0 (remainder of cumulative cap) $0 Annual $6,000,000 None ____

Cap Shared Between Programs No **Which Program(s)?** not applicable

Explanation of cap: Effective August 28, 2014, there is an annual cap of $6 million, subject to appropriations.

Sunset Provision: Yes Date of Sunset June, 2028 Date of Last Sunset Extension 2022

Explanation of Expiration of Authority: HB 3 from the First Extraordinary Session (2022) extended the sunset of the Wood Energy Tax Credit from June 30, 2020**,** to June 30, 2028.

Specific Provisions: (if applicable)

Carry forward 4 years | Carry Back n/a | Refundable No | Apportioned Yes | Appropriated Yes

Sellable/Assignable Yes | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions: The Wood Energy tax credit is assignable but not sellable.

Legislative / General Assembly Action(s) During Prior Five Years:

Statutory authority for the authorization of credits was reinstated and extended to June 30, 2028 (HB 3, First Extraordinary Session, 2022).

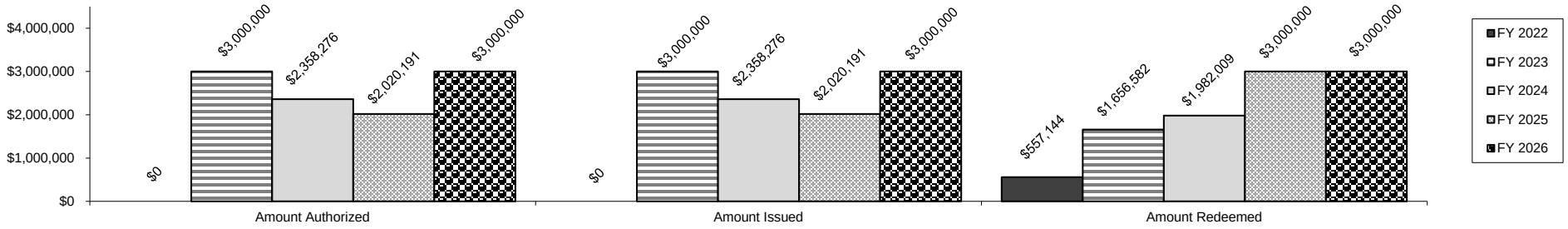
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	*7*	*0*	6	6
Projects/Participants (#)	0	0	*7*	*0*	6	6
Amount Authorized	$0	$3,000,000	*$2,358,276*	*$2,020,191*	$2,020,191	$3,000,000
Amount Issued	$0	$3,000,000	*$2,358,276*	*$2,020,191*	$2,020,191	$3,000,000
Amount Redeemed	$557,144	$1,656,582	*$1,982,009*	*$162,513*	$3,000,000	$3,000,000

FY 2024 EST. Amount Outstanding $2,434,373 | FY 2024 EST. Amount Authorized but Unissued $0

TAX CREDIT ANALYSIS

Program Name: Wood Energy

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information: (1) Credits issued are based on amount of credits processed and forwarded to the Department of Revenue (DOR) during a fiscal year. It is assumed that all credits authorized by the department are issued by DOR immediately upon receipt of our authorization. (2) Actual redeemed credit information was provided by DOR. (3) FY 2025 and FY 2026 are projections.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (5 Year)
BENEFITS		
Direct Fiscal Benefits	$251,585	$304,383
Indirect Fiscal Benefits	$285,464	$345,372
Total	$537,048	$649,755
COSTS		
Direct Fiscal Costs	$1,179,138	$2,300,223
Indirect Fiscal Costs		
Total	$1,179,138	$2,300,223
BENEFIT: COST	**0.46**	**0.28**

Derivation of Benefits:
Investment: (a) N/A.
Employment: (a) N/A
Other Assumptions: (a) Estimated Wood Product industry sales of $21,157,037 in 2024 based on163,486 tons of fuel charcoal, sawdust, flour and pellets.
Incentives/Credits: (a) $2,358,276 in Wood Energy tax credits over years 2024-2028
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

In FY 2024, every dollar of authorized program tax credits returns:
$9.47 in new personal income totaling $11.16 million
$11.12 in new value-added/GSP totaling $13.12 million
$21.94 in new economic output totaling $25.87 million

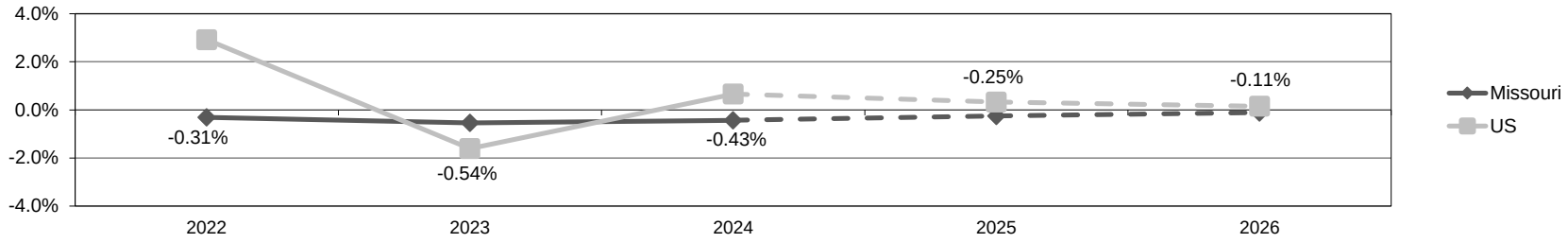
Over 5 YEARS, every dollar of authorized program tax credits returns:
$6.20 in new personal income totaling $14.27 million
$5.95 in new value-added/GSP totaling $13.69 million
$11.64 in new economic output totaling $26.76 million

TAX CREDIT ANALYSIS

Program Name: Wood Energy

PERFORMANCE MEASURE(S)

Change in Jobs in Missouri Forestry Industry Compared to National Forest Industry Trend



Missouri Forestry Jobs	
2022	7,402
2023	7,362
2024	7,330
2025	7,312
2026	7,304

Source: Bureau of Labor Statistics, Quarterly Census of Employment and Wages and Lightcast Industry Snapshot.

Tax Credits

	2022 Actual		2023 Actual		2024 Actual		2025 Planned		2026 Planned
Applicants	0		5		7		6		6
Amount	$0		$3,000,000		$2,358,276		$2,020,191		$3,000,000
Residue Used (tons)	0		606,269		472,590		525,000		575,000

TAX CREDIT ANALYSIS

Program Name:	Special Needs Adoption Tax Credit (Refundable Adoption Tax Credit - Credits authorized for tax years 2024 and after)				
Department: Revenue	**Contact Name & No.:**	Josh Shewmaker (751-2723)		**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.325 - 135.339, RSMo	**Applicable Taxes:**	Chapter 143 RSMo		
Tax Credit Creation Date:	1997	**Year of Last Legislative Change:**	2023		

Program Description and Eligibility Requirements:

From March 20, 2013, through January 1, 2022, the tax credits shall only be allocated for the adoption of special needs children who are residents or wards of this state at the time the adoption is initiated. Any business entity providing funds to an employee to enable that employee to proceed in good faith with the adoption of a special needs child shall be eligible to receive a tax credit for nonrecurring adoption expenses for each child, except that only one credit is available for each special needs child adopted.

Any person residing in this state who proceeds in good faith with the adoption of a child on or after January 1, 2022, regardless of whether such child is a special needs child, shall be eligible to receive a tax credit for nonrecurring adoption expenses for each child that may be applied to taxes due under chapter 143. The tax credit shall be allowed regardless of whether the child adopted is a resident or ward of a resident of this state at the time the adoption is initiated; however, for all fiscal years ending on or before June 30, 2024, priority shall be given to applications to claim the tax credit for special needs children who are residents or wards of residents of this state at the time the adoption is initiated. Any business entity providing funds to an employee to enable that employee to proceed in good faith with the adoption of a child shall be eligible to receive a tax credit for nonrecurring adoption expenses for each child that may be applied to taxes due under such business entity's state tax liability; except that, only one credit shall be available for each child who is adopted.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Individuals and businesses may claim a tax credit for the total nonrecurring adoption expense in each fiscal year that expenses are incurred. A claim for 50 percent of the credit is allowed when the child is placed in the home. A claim for the remaining 50 percent is allowed when the adoption is final. The total of the credits shall not exceed $10,000 per child. Beginning on or after January 1, 2024, the total tax credits allowed per child shall be adjusted annually for increases in cost-of-living, if any, based on the preceding July over the level of July of the immediately preceding year of the Consumer Price Index for All Urban Consumers.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 6,000,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

The cumulative amount of tax credits that may be claimed by taxpayers claiming the credit for nonrecurring adoption expenses shall not exceed $6,000,000 in any fiscal year beginning on July 1, 2021 and ending June 30, 2024. For all fiscal years beginning on or after July 1, 2024, there shall be no limit imposed on the cumulative amount of tax credits that may be claimed by taxpayers claiming the credit for nonrecurring adoption expenses.

Sunset Provision: No Date of Sunset None Date of Last Sunset Extension None

Explanation of Expiration of Authority:

Sections 135.325-135.339, RSMo, does not enact the provisions of the Missouri Sunset Act

Specific Provisions: (if applicable)

Carry forward	4 years	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	Yes	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	Yes				

Comments on Specific Provisions:

For tax years beginning on or before December 31, 2023, any amount of tax credit which exceeds the tax due may be carried forward to any subsequent tax years, not to exceed a total of 5 years for which the credit may be taken. For all tax years beginning on or after January 1, 2024, any amount of tax credit that is issued and which exceeds the tax due shall be refunded to the taxpayer; however, any tax credits carried forward from tax years beginning on or before December 31, 2023, shall not be refundable.

TAX CREDIT ANALYSIS

Program Name: Special Needs Adoption Tax Credit (Refundable Adoption Tax Credit - Credits authorized for tax years 2024 and after)

Legislative / General Assembly Action(s) During Prior Five Years:

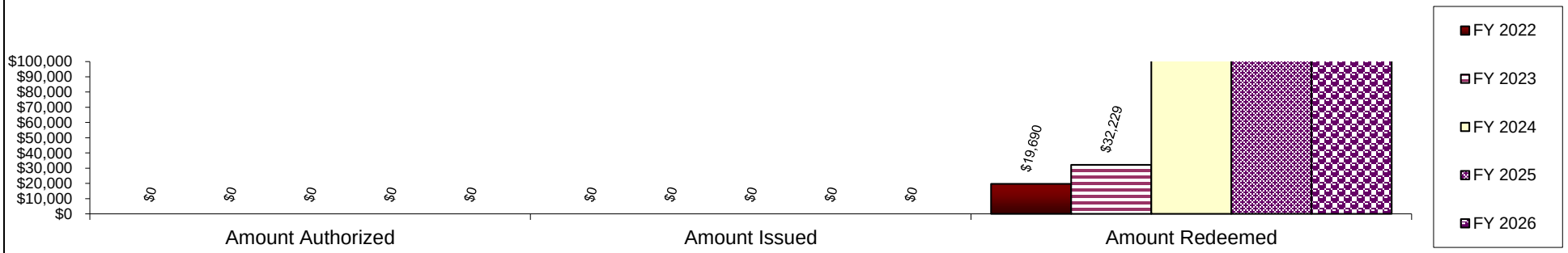
A.L. 2021 H.B. 429 (merged with H.B. 430); Section 135.326 RSMo, definitions were modified to define child, replace "handicap" with "disabled", modify the definition of "special needs child". Section 135.327, 3. RSMo, regardless of if the child is special needs, a person who is a resident of this state and proceeds in good faith with the adoption of a child on or after January 1, 2022 may receive a tax credit for nonrecurring adoption expenses. However, priority is to be given to applications to claim the tax credit for special needs children who are a resident or ward of residents in this state at the time the adoption was initiated. Section 135.327, 4. RSMo, as of July 1, 2021, the fiscal year cap was increased from $2 million to $6 million.

A.L. 2023 S.B. 24; Legislation ended the need for prioritization for fiscal years ending on or before June 30, 2024 (Section 135.327, 3., RSMo), as the fiscal year cap was removed for all fiscal years beginning on or after July 1, 2024 (Section 135.327,4., RSMo). For all tax years beginning on or after January 1, 2024, the total tax credit allowed per child of $10,000, is to be adjusted annually for increases in cost-of-living, based on the Consumer Price Index for All Urban Consumers, as of the preceding July over the level of the July of the immediately preceding year (Section 135.327, 4., RSMo). For all tax years beginning on or after January 1, 2024, any amount of the credit that exceeds the tax due may be refunded; however, any tax credit carried forward from tax years beginning on or before December 31, 2023 shall not be refunded, but may be carried forward, not to exceed a total of 5 years for which the credit may be taken.

	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	3	10	63	*0*	100	100
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$19,690	$32,229	$260,448	*$0*	$500,000	$500,000

FY 2024 EST. Amount Outstanding	$264,596	FY 2024 EST. Amount Authorized but Unissued	$0 as of 9/16/2024

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$9,073	
Total	$9,073	$0
COSTS		
Direct Fiscal Costs	$260,448	
Indirect Fiscal Costs		
Total	$260,448	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.
Other Assumptions:
- Reduction in personal income taxes of $260,448 in 2024.
- Incentives/Credits of $260,448 in Special Needs Adoption tax credits in 2024.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED.

Other Benefits:

TAX CREDIT ANALYSIS

Program Name:	Refundable Adoption Tax Credit (Credits authorized for tax years 2024 and after)				
Department: Revenue	**Contact Name & No.:**	Josh Shewmaker (751-2723)		**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Choose	Other:	
Statutory Authority:	Section 135.325 - 135.339, RSMo	**Applicable Taxes:**	Chapter 143 RSMo		
Tax Credit Creation Date:	1997	**Year of Last Legislative Change:**	2023		

Program Description and Eligibility Requirements:
Any person residing in this state who proceeds in good faith with the adoption of a child, regardless of whether such child is a special needs child, shall be eligible to receive a tax credit for nonrecurring adoption expenses for each child that may be applied to taxes due under chapter 143. The tax credit shall be allowed regardless of whether the child adopted is a resident or ward of a resident of this state at the time the adoption is initiated. Any business entity providing funds to an employee to enable that employee to proceed in good faith with the adoption of a child shall be eligible to receive a tax credit for nonrecurring adoption expenses for each child that may be applied to taxes due under such business entity's state tax liability; except that, only one credit shall be available for each child who is adopted.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Individuals and businesses may claim a tax credit for the total nonrecurring adoption expense in each year that expenses are incurred. A claim for 50 percent of the credit is allowed when the child is placed in the home. A claim for the remaining 50 percent is allowed when the adoption is final. The total of the credits shall not exceed $10,000 per child. Beginning on or after January 1, 2024, the total tax credits allowed per child shall be adjusted annually for increases in cost-of-living, if any, based on the preceding July over the level of July of the immediately preceding year of the Consumer Price Index for All Urban.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
For all fiscal years beginning on or after July 1, 2024, there shall be no limit imposed on the cumulative amount of tax credits that may be claimed by taxpayers claiming the credit for nonrecurring adoption expenses.

Sunset Provision: No Date of Sunset None Date of Last Sunset Extension None

Explanation of Expiration of Authority:
Sections 135.325-135.339, RSMo, does not enact the provisions of the Missouri Sunset Act

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	Yes	Apportioned	No	Appropriated	No
Sellable/Assignable	Yes	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	Yes				

Comments on Specific Provisions:
For all tax years beginning on or after January 1, 2024, any amount of tax credit that is issued and which exceeds the tax due shall be refunded to the taxpayer; however, any tax credits carried forward from tax years beginning on or before December 31, 2023, shall not be refundable.

Legislative / General Assembly Action(s) During Prior Five Years:
A.L. 2023 S.B. 24; Legislation ended the need for prioritization for fiscal years ending on or before June 30, 2024 (Section 135.327, 3., RSMo), as the fiscal year cap was removed for all fiscal years beginning on or after July 1, 2024 (Section 135.327,4., RSMo). For all tax years beginning on or after January 1, 2024, the total tax credit allowed per child of $10,000, is to be adjusted annually for increases in cost-of-living, based on the Consumer Price Index for All Urban Consumers, as of the preceding July over the level of the July of the immediately preceding year (Section 135.327, 4., RSMo). For all tax years beginning on or after January 1, 2024, any amount of the credit that exceeds the tax due may be refunded; however, any tax credit carried forward from tax years beginning on or before December 31, 2023 shall not be refunded, but may be carried forward, not to exceed a total of 5 years for which the credit may be taken.

	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*0*	100	100
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$0	*$0*	$500,000	$500,000

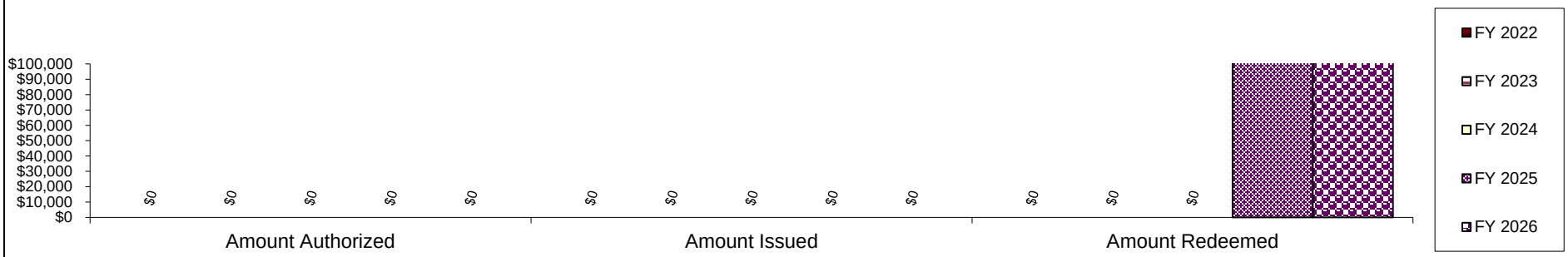
FY 2024 EST. Amount Outstanding	$0	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

FY22 and FY23 above reflect zeros, as the Refundable Adoption Tax Credit became effective on January 1, 2024. For credits authorized prior to this date, see the accountability report for special needs adoption tax credit.

TAX CREDIT ANALYSIS

Program Name: Refundable Adoption Tax Credit (Credits authorized for tax years 2024 and after)

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$9,073	
Total	$9,073	$0
COSTS		
Direct Fiscal Costs	$260,448	
Indirect Fiscal Costs		
Total	$260,448	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.
Other Assumptions:
- Reduction in personal income taxes of $260,448 in 2024.
- Incentives/Credits of $260,448 in Special Needs Adoption tax credits in 2024.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED.

Other Benefits:

TAX CREDIT ANALYSIS

Program Name:	Bank Franchise Tax				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Financial and Insurance	**Type:**	Tax Credit	Other: N/A	
Statutory Authority:	Section 148.064. RSMo	**Applicable Taxes:**	Chapter 143 and 148 RSMo		
Tax Credit Creation Date:	2001	**Year of Last Legislative Change:**	2019		

Program Description and Eligibility Requirements:
A banking institution shall be entitled to an annual tax credit equal to 1/60th of 1 percent of its outstanding shares and surplus employed in this state if the outstanding shares and surplus exceed $1 million, as determined in Section 147.010 RSMo. For all tax years beginning on or after January 1, 2020, no tax credit shall be authorized under this subsection.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
This tax credit is taken as a dollar-for-dollar credit against the bank tax provided for in Section 148.030.2(2), RSMo, if such tax was already reduced to zero by other credits, than the remaining credit may be taken against the corporation income tax provided for in Chapter 143, RSMo. Section 148.030.2(2), RSMo, indicates how the tax credit shall be taken: "The amount determined under this subdivision shall be 7 percent of the taxpayer's net income for the income period from which product shall be subtracted the sum of the amount determined under subdivision 1 of this section and the credits allowable under subsection 3 of this section. However, the amount determined under this subdivision shall not be less than zero."

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** N/A

Explanation of Cap:
None

Sunset Provision: No Date of Sunset None Date of Last Sunset Extension None

Explanation of Expiration of Authority:
Sunset provisions were not specifically invoked, however, A.L. 2019, S.B. 174 specifies, "For all tax years beginning on or after January 1, 2020, no tax credit shall be authorized under this subsection."

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	Yes	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:
There were no redemptions of this credit in FY2024.

Legislative / General Assembly Action(s) During Prior Five Years:
A.L. 2019 S.B. 174; no additional tax credits shall be authorized under this subsection starting January 1, 2020. However, taxpayers can file prior year returns for tax period in which credits were previously approved.

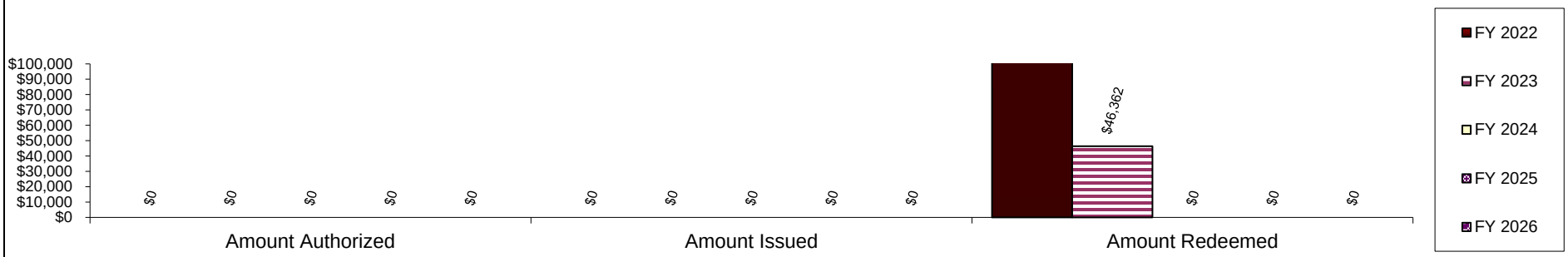
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	10	3	0	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$1,803,178	$46,362	$0	*$0*	$0	$0

FY 2024 EST. Amount Outstanding	$ 0 as of 12/31/2024	FY 2024 EST. Amount Authorized but Unissued	$ 0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Bank Franchise Tax

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

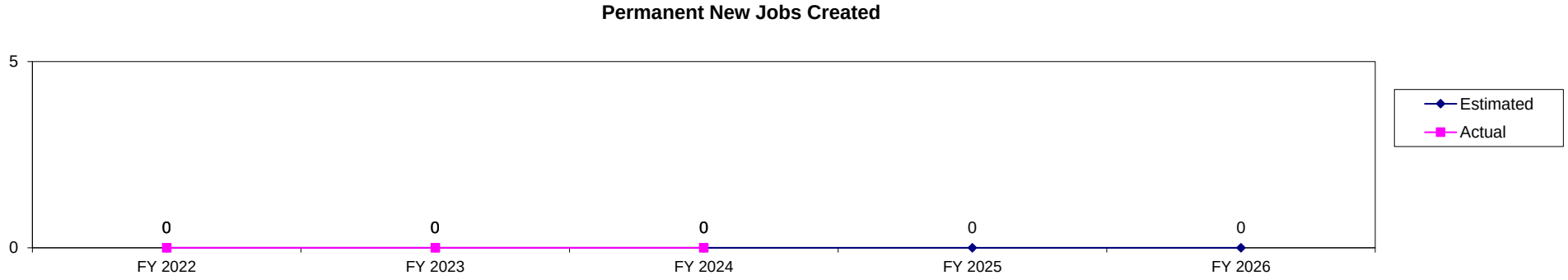
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:
No new authorizations or redemptions in FY2024.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Bank Tax Credit for S Corporation Shareholders				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Financial and Insurance	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 143.471, RSMo	**Applicable Taxes:**	Section 148 Financial Institutions		
Tax Credit Creation Date:	1999	**Year of Last Legislative Change:**	2018		

Program Description and Eligibility Requirements:
The credit authorized in Section 143.471, RSMo, is given only to shareholders that qualify as S corporation shareholders, if the stock at all times during the taxable period qualifies as S corporation stock as defined in 26 U.S.C. Section 1361, and such stock is held by the stockholder during the taxable period. A pro rata share of the tax credit for the tax payable pursuant to Chapter 148, RSMo, shall be allowed against each corporation shareholder's state income tax, if the bank otherwise complies with Section 148.112, RSMo.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The credit allowed by Section 143.471 RSMo, shall be equal to the bank tax calculated pursuant to Chapter 148, RSMo, based on bank income in 1999 and after, on a bank that makes an election pursuant to 26 U.S.C. Section 1362, and such credit shall be allocated to the qualifying shareholder according to the stock ownership, determined by multiplying a fraction where the numerator is the shareholder's stock and the denominator is the total stock issued by such bank or bank holding company

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** N/A

Explanation of Cap:
None

Sunset Provision: No Date of Sunset None Date of Last Sunset Extension N/A

Explanation of Expiration of Authority:
There are no sunset provisions pursuant to Section 143.471, RSMo.

Specific Provisions: (if applicable)

Carry forward	5 years	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	Yes				

Comments on Specific Provisions:
Section 143.471,10,(3) RSMo. The tax credit may be carried forward for a period of the lesser of five years or until used, provided such credits are used as soon as the taxpayer has Missouri taxable income.

Legislative / General Assembly Action(s) During Prior Five Years:
None

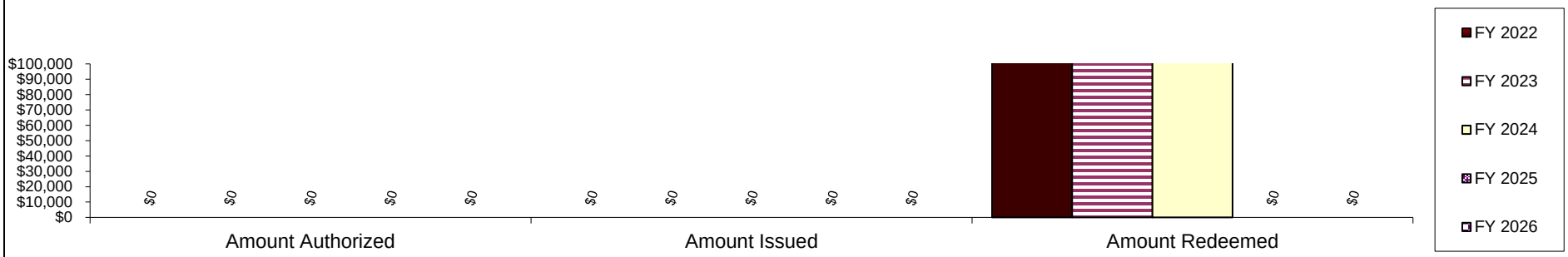
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	698	612	624	*321*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$11,734,877	$1,208,213	$2,438,253	*$999,138*	$0	$0

FY 2024 EST. Amount Outstanding	$3,258,201	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Bank Tax Credit for S Corporation Shareholders

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

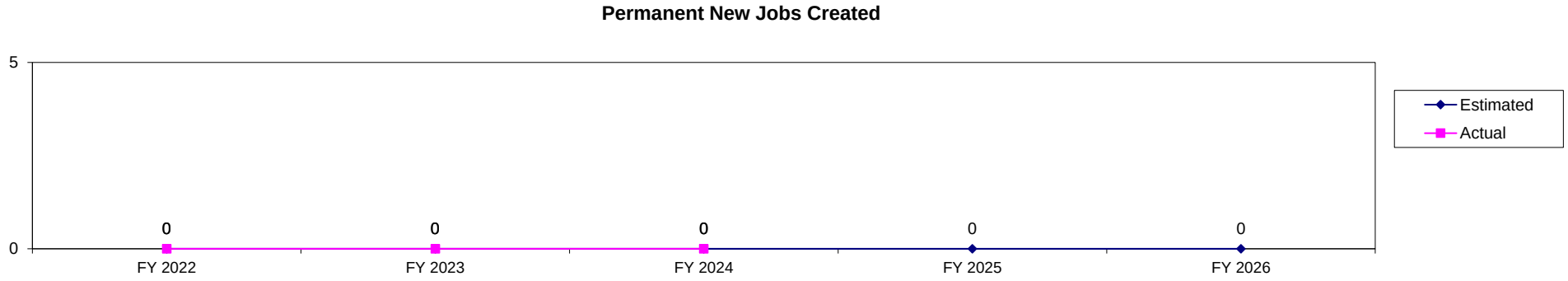
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$84,935	
Total	$84,935	$0
COSTS		
Direct Fiscal Costs	$2,438,253	
Indirect Fiscal Costs		
Total	$2,438,253	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for the tax credit programs as required by Section 33.282, RSMo.
Other Assumptions:
- Reduction in personal income taxes of $2,438,253 in 2024
- Incentive/Credits of $2,438,253 in S Corp Bank Shareholder tax credits in 2024
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: Biodiesel Producer Tax Credit

Department: Revenue | **Contact Name & No.:** Josh Shewmaker (526-2723) | **Date:** January 2025

Program Category: Environmental | **Type:** Tax Credit | Other:

Statutory Authority: Section 135.778 RSMO | **Applicable Taxes:** Section chapter 143 RSMo, excluding tax imposed by sections 143.191 to 143.265

Tax Credit Creation Date: | **Year of Last Legislative Change:** 2023

Program Description and Eligibility Requirements:

For all tax years beginning on or after January 1, 2023, a Missouri biodiesel producer shall be allowed a tax credit to be taken against the producer's state income tax liability. For any Missouri biodiesel producer with a tax year beginning prior to January 1, 2023, but ending during the 2023 calendar year, such Missouri biodiesel producer shall be allowed a tax credit for the amount of biodiesel fuel produced during the portion of such tax year that occurs during the 2023 calendar year.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

The amount of the tax credit shall be two cents per gallon of biodiesel fuel produced by the Missouri biodiesel producer during the tax year for which the tax credit is claimed.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 5,500,000 None _____

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:

The total amount of tax credits issued under this section for any given fiscal year shall not exceed five million five hundred thousand dollars, which shall be authorized on a first-come, first-served basis.

Sunset Provision: Yes Date of Sunset 31-Dec-28 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

This section shall automatically sunset on December 31, 2028, unless reauthorized by an act of the general assembly.

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable Yes Apportioned No Appropriated No

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

A.L. 2023, H.B. 202 (merged with S.B. 138); Modified Section 135.778,2 RSMo to allow a tax credit for any Missouri biodiesel producer with a tax year beginning prior to January 1, 2023, but ending during the 2023 calendar year, for the amount of biodiesel fuel produced during the portion of such tax year that occurs during the 2023 calendar year.
Increased the annual fiscal year cap from $4 million to $5.5 million. Removed language requiring apportionment if the fiscal year cap was met. The credit is now issued on a first-come, first-serve basis. Removed language sharing any excess cap with the biodiesel retailer and distributor tax credit (Section 135.775, RSMo).

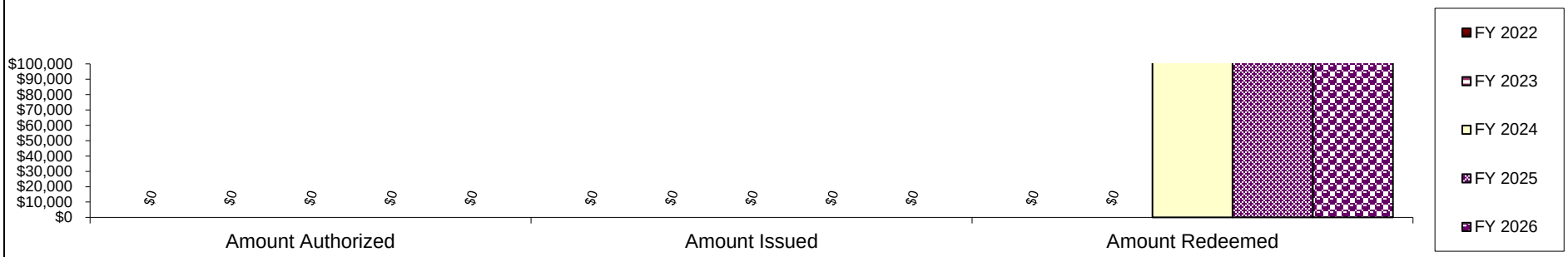
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	2	*0*	5	5
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$2,265,248	*$0*	$5,500,000	$5,500,000

FY 2024 EST. Amount Outstanding $0 as of 12/31/2024 | FY 2024 EST. Amount Authorized but Unissued $0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Biodiesel Producer Tax Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

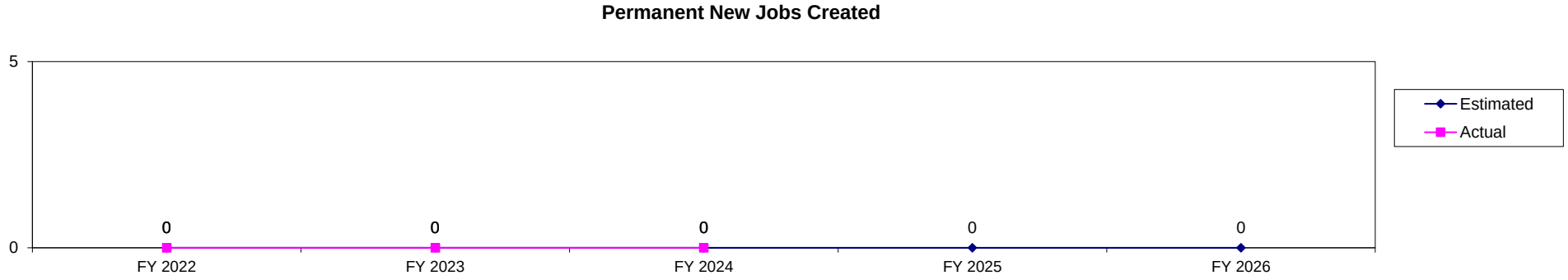
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$104,309	
Total	$104,309	$0
COSTS		
Direct Fiscal Costs	$2,265,248	
Indirect Fiscal Costs	$0	
Total	$2,265,248	$0
BENEFIT: COST	**0.05**	**#DIV/0!**

Derivation of Benefits:
Investment: (a) N/A
Employment: (a) N/A
Other Assumptions: (a) Reduction in production cost of $2,265,248 in 2024.
Incentives/Credits: (a) $2,265,248 in in 2024.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Biodiesel Retailer and Distributor Tax Credit				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Environmental	**Type:**	Choose	Other:	
Statutory Authority:	Section 135.775 RSMO	**Applicable Taxes:**	Section 143 RSMo, excluding tax imposed by sections 143.191 to 143.265		
Tax Credit Creation Date:	2023	**Year of Last Legislative Change:**	2023		

Program Description and Eligibility Requirements:
For all tax years beginning on or after January 1, 2023, a retail dealer that sells a biodiesel blend at a retail service station or a distributor that sells a biodiesel blend directly to the final user located in this state shall be allowed a tax credit to be taken against the retail dealer or distributor's state income tax liability. For any retail dealer or distributor with a tax year beginning prior to January 1, 2023, but ending during the 2023 calendar year, such retail dealer or distributor shall be allowed a tax credit for the amount of biodiesel blend sold during the portion of such tax year that occurs during the 2023 calendar year.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The amount of the credit shall be equal to:
(1) Two cents per gallon of biodiesel blend of at least five percent but not more than ten percent sold by the retail dealer at a retail service station or by a distributor directly to the final user located in this state during the tax year for which the tax credit is claimed; and
(2) Five cents per gallon of biodiesel blend in excess of ten percent but not more than twenty percent sold by the retail dealer at a retail service station or by a distributor directly to the final user located in this state during the tax year for which the tax credit is claimed.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 16,000,000 None _____

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:
The total amount of tax credits issued under this section for any given fiscal year shall not exceed sixteen million dollars. In the event the total amount of tax credits claimed under this section exceeds the amount of available tax credits, the tax credits shall be apportioned among all eligible retail dealers and distributors claiming a tax credit by April fifteenth, or as directed by section 143.851, of the fiscal year in which the tax credit is claimed.

Sunset Provision: Yes Date of Sunset 31-Dec-28 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
This section shall automatically sunset on December 31, 2028, unless reauthorized by an act of the general assembly.
.

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	Yes	Apportioned	Yes	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
A.L. 2023, H.B. 202 (merged with S.B. 138); Modified Section 135.775,2 RSMo to allow a tax credit for any retail dealer or distributor with a tax year beginning prior to January 1, 2023, but ending during the 2023 calendar year, for the amount of biodiesel blend sold during the portion of such tax year that occurs during the 2023 calendar year.
Removed language sharing any excess cap with the biodiesel retailer and distributor tax credit (Section 135.775, RSMo).

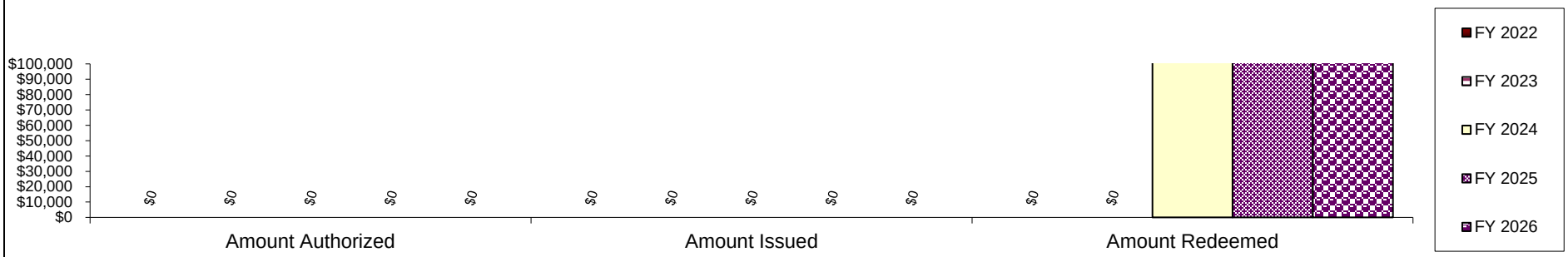
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	4	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$1,238,009	*$0*	$16,000,000	$16,000,000

FY 2024 EST. Amount Outstanding	$0 as of 12/31/2024	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Biodiesel Retailer and Distributor Tax Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

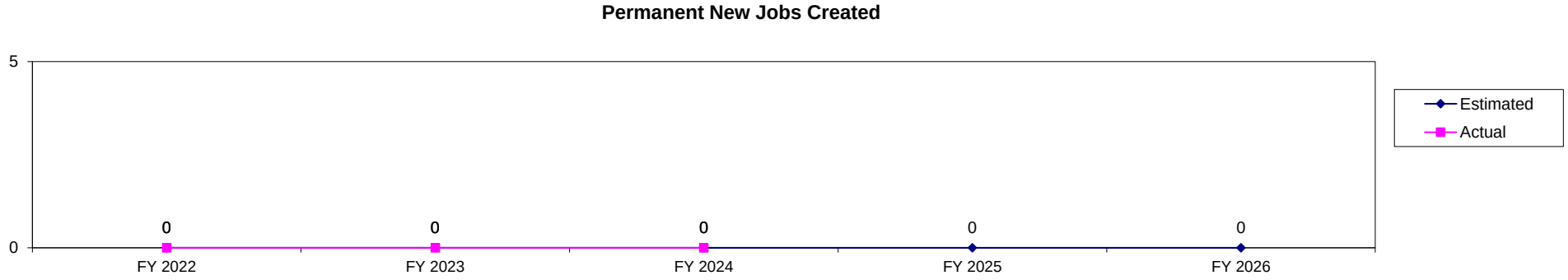
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$40,293	
Total	$40,293	$0
COSTS		
Direct Fiscal Costs	$1,238,009	
Indirect Fiscal Costs	$0	
Total	$1,238,009	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
Investment: (a) N/A
Employment: (a) N/A
Other Assumptions: (a) Reduction in production cost of$1,238,009 in 2024.
Incentives/Credits: (a) $1,238,009 in in 2024.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name: Champion for Children

Department: Revenue | **Contact Name & No.:** Josh Shewmaker (526-2723) | **Date:** January 2025

Program Category: Domestic and Social | **Type:** Tax Credit | Other:

Statutory Authority: Section 135.341, RSMo | **Applicable Taxes:** Chapter 143, excluding Sections 143.191-143.265, RSMo

Tax Credit Creation Date: 2013 | **Year of Last Legislative Change:** 2018

Program Description and Eligibility Requirements:

For all tax years beginning on or after January 1, 2013, a tax credit may be claimed in an amount equal to 50 percent of a verified contribution to a qualified organization as approved by Missouri Department of Social Services. The minimum amount of any tax credit applied for shall not be less than $50 and shall be applied to taxes due under Chapter 143, excluding Sections 143.191 to 143.265, RSMo. A contribution verification (Form MO-CFC) shall be issued to the taxpayer by the agency receiving the contribution.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

A tax credit may be claimed in an amount equal to 50 percent of a verified contribution to a qualified organization. The minimum amount of any tax credit issued shall not be less than $50. The tax credit shall be initially filed for the year in which the contribution is made

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 1,500,000 None _____

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:

The cumulative amount of the tax credits redeemed shall not exceed $1 million for all fiscal years ending on June 30, 2019 and $1.5 million for all fiscal years beginning on or after July 1, 2019.

Sunset Provision: Yes Date of Sunset 31-Dec-25 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Section 135.341, RSMo, enacts the provisions of the Missouri Sunset Act. This tax credit is scheduled to expire on December 31, 2025 and terminate September 1, 2026.

Specific Provisions: (if applicable)

Carry forward 4 years | Carry Back n/a | Refundable No | Apportioned Yes | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

The amount available is equally divided among the three qualified agencies: CASA, child advocacy centers, or crisis care centers. In the event tax credits claimed under one agency do not total the allocated amount, the unused portion for that agency will be made available to the remaining agencies equally. In the event the total amount of tax credits claimed for any one agency exceeds the amount available for that agency, the amount redeemed shall and will be apportioned equally to all eligible taxpayers claiming the credit under that agency.

Legislative / General Assembly Action(s) During Prior Five Years:

A.L. 2018 H.B. 1288; The annual fiscal year cap was increased from $1 million to $1.5 million. The tax credit was changed to remove the ability to assign, transfer, or sell. The expiration date of the tax credit was changed from December 31, 2019 to December 31, 2025.

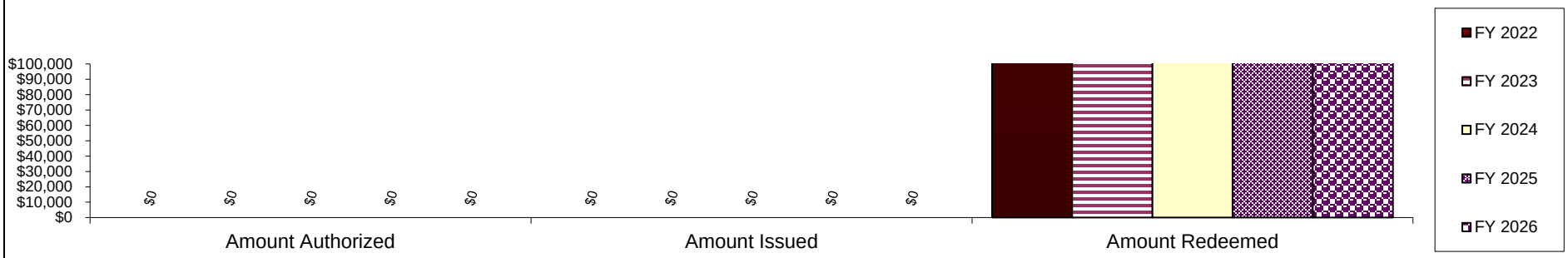
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	1,125	*1,254*	1,209	*0*	1,200	1,200
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$884,965	*$1,225,848*	$961,385	*$0*	$1,500,000	$1,500,000

FY 2024 EST. Amount Outstanding $1,650,245 | FY 2024 EST. Amount Authorized but Unissued $0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Champion for Children

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

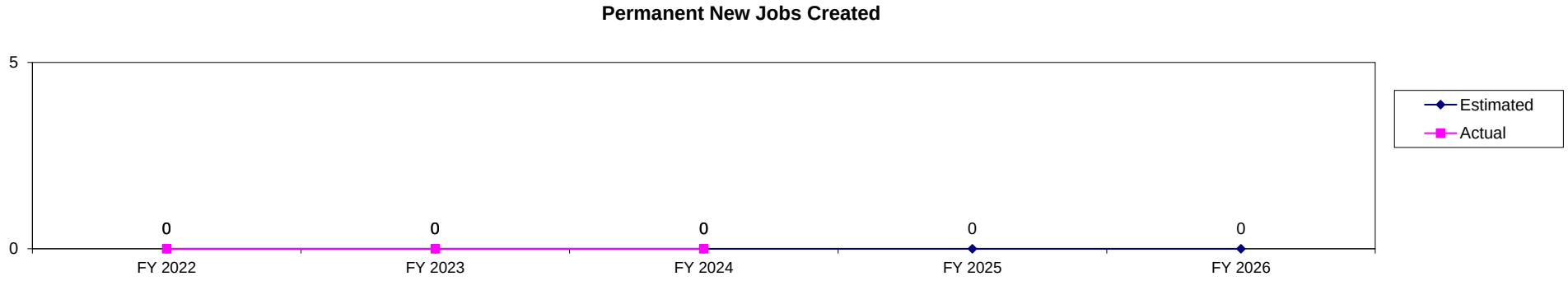
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$33,489	
Total	$33,489	$0
COSTS		
Direct Fiscal Costs	$961,385	
Indirect Fiscal Costs	$0	
Total	$961,385	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.
Other Assumptions:
- Reduction in personal income taxes of $961,385 in 2024.
- Incentives/Credits of $961,385 in Champion for Children tax credits in 2024.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Disabled Access for Homeowners (Residential Dwelling)				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.562, RSMo	**Applicable Taxes:**	Chapter 143, excluding Sections 143.191-143.265 RSMo		
Tax Credit Creation Date:	2007	**Year of Last Legislative Change:**	2019		

Program Description and Eligibility Requirements:
Taxpayers who incur costs for qualifying renovations made to their principle dwelling to assist in the accessibility for an individual with a disability who permanently resides with such taxpayer may qualify to receive a tax credit against such taxpayer's Missouri income tax liability.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
A taxpayer with qualifying expenses and a federal adjusted gross income of $30,000 or less shall receive a tax credit against the taxpayer's Missouri income tax liability in an amount equal to the lesser of 100% of such costs or $2,500 per taxpayer, per year. A taxpayer with a federal adjusted gross income greater than $30,000 but less than $60,000 shall receive a tax credit against the taxpayer's Missouri income tax liability in an amount equal to the lesser of 50% of such costs of $2,500 per taxpayer, per year. No taxpayer shall be eligible to receive a credit in any year immediately following a tax year in which such taxpayer received this credit.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 100000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
In no event shall the aggregate amount of all tax credits allowed pursuant to Section 135.562, RSMo, exceed $100,000 in any given fiscal year. The tax credits issued pursuant to this section shall be on a first-come, first-served basis.

Sunset Provision: Yes Date of Sunset 31-Dec-25 Date of Last Sunset Extension 2019

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable Yes Apportioned No Appropriated No

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:
Tax credits issued pursuant 135.562 RSMo, are issued on a first-come, first-served filing basis.

Legislative / General Assembly Action(s) During Prior Five Years:
A.L. 2019, S.B. 87, This legislation changed the expiration/sunset date from December 31, 2019 to December 31, 2025.

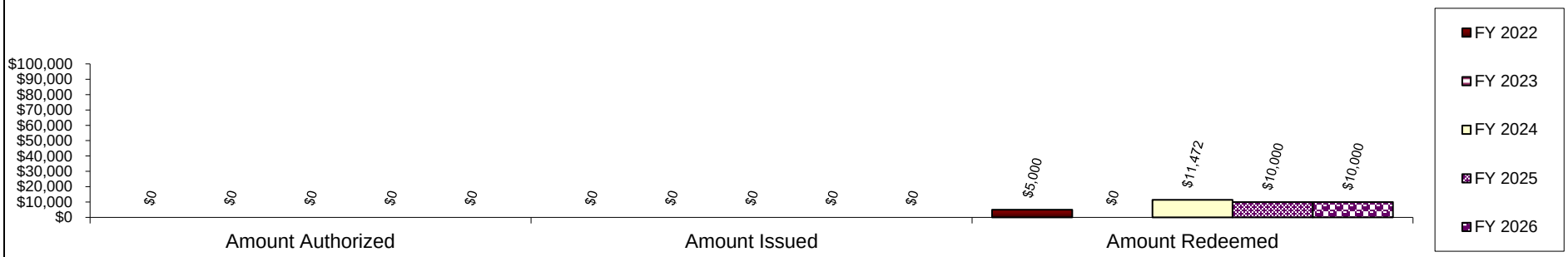
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	2	0	5	*2*	5	5
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$5,000	$0	$11,472	*$9,406*	$10,000	$10,000

FY 2024 EST. Amount Outstanding	$0 as of 12/31/2024	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Disabled Access for Homeowners (Residential Dwelling)

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

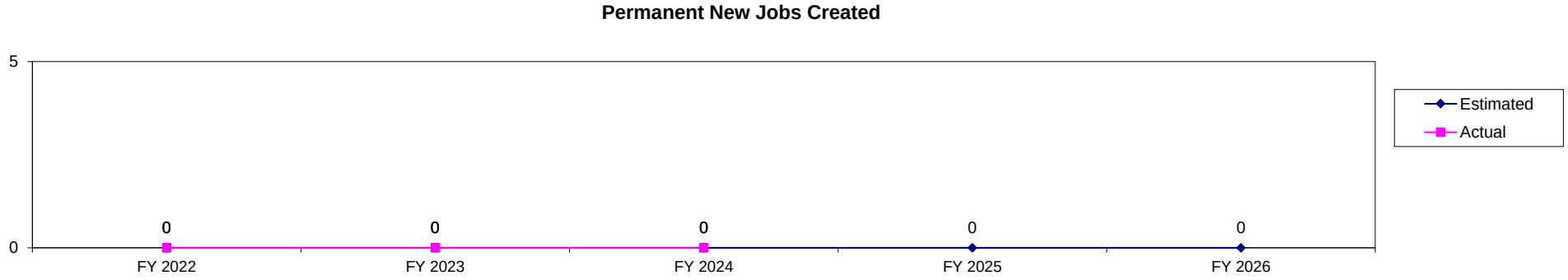
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$400	
Total	$400	$0
COSTS		
Direct Fiscal Costs	$11,472	
Indirect Fiscal Costs	$0	
Total	$11,472	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development (DED), used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for the tax credit programs as required under Section 33.282, RSMo.

Other Assumptions:
- Reduction in personal income taxes of $11,472 in 2024.
- Incentives/Credits of $11,472 in Residential Dwelling tax credits in 2024.
- Impacts Occur statewide. All values in constant dollars
- Assumptions provided by DED

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Disabled Access Tax Credit for Small Business				
Department: Revenue		**Contact Name & No.:**		**Date:**	January 2025
Program Category:	Redevelopment	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.490, RSMo	**Applicable Taxes:**	Chapter 143, excluding 143.191 to 143.265, RSMo		
Tax Credit Creation Date:	2000	**Year of Last Legislative Change:**	2001		

Program Description and Eligibility Requirements:
An eligible small business, defined in Section 44 of the Internal Revenue Code (IRC), shall be allowed a credit not to exceed $5,000 against the tax otherwise due pursuant to Chapter 143, RSMo, excluding Sections 143.191 to 143.265, RSMo, in an amount equal to 50 percent of all eligible access expenditures exceeding the monetary cap provided by Section 44 of the IRC. The term "eligible access expenditures" mean amounts paid or incurred by the taxpayer in order to comply with the applicable access requirement as provided by the American with Disabilities Act of 1990 and as further defined in Section 44 of the IRC and federal rulings interpreting Section 44 of the IRC.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The taxpayer shall claim the tax credit allowed by this section at the time such a taxpayer files a return. Any amount of tax credit that exceeds the tax due shall be carried over to any subsequent years but shall not be refunded and shall not be transferred.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 5,000 per taxpayer None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

Sunset Provision: No Date of Sunset None Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
Section 135.490, RSMo, does not enact provisions of the Missouri Sunset Act. The provisions of this section became effective January 1, 2000 and shall apply to all taxable years beginning after December 31, 1999.

Specific Provisions: (if applicable)

Carry forward	unlimited	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	Yes				

Comments on Specific Provisions:
Section 135.490, 2., RSMo - Any amount of tax credit which exceeds the tax due may be carried over to any subsequent taxable year, but shall not be refunded and shall not be transferable.

Legislative / General Assembly Action(s) During Prior Five Years:
None

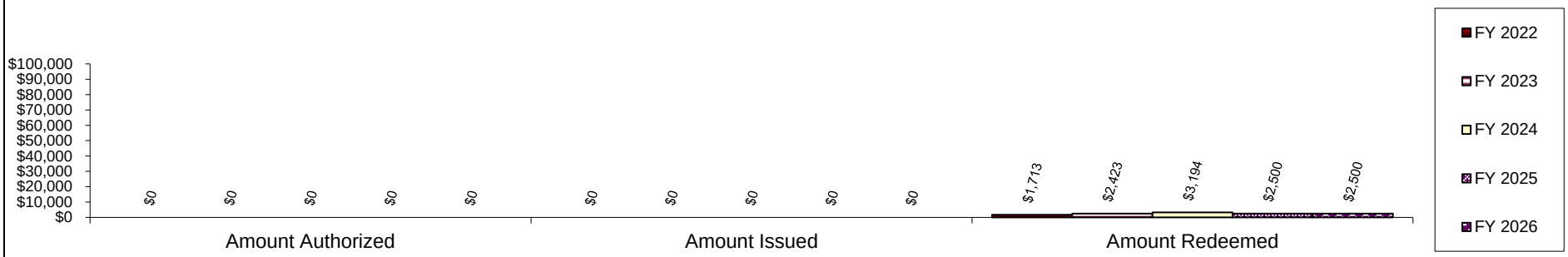
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	1	3	3	*1*	3	3
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$1,713	$2,423	$3,194	*$4,436*	$2,500	$2,500

FY 2024 EST. Amount Outstanding	$70,377	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Disabled Access Tax Credit for Small Business

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

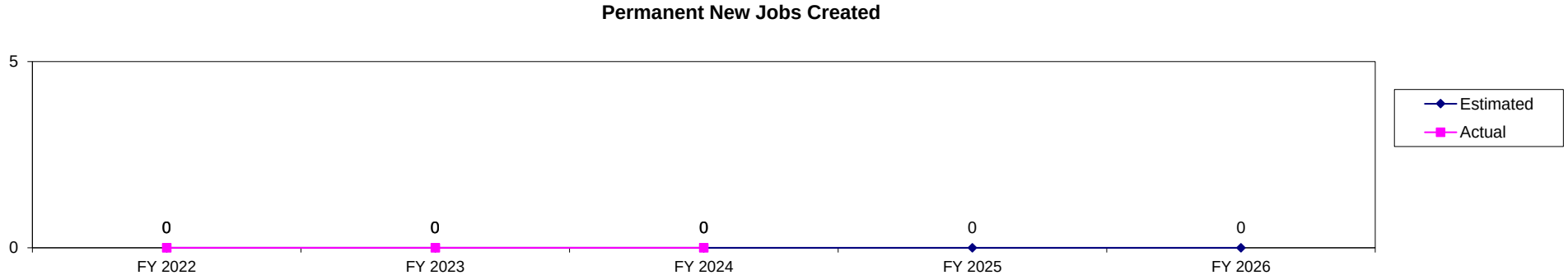
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$157	
Total	$157	$0
COSTS		
Direct Fiscal Costs	$3,194	
Indirect Fiscal Costs	$0	
Total	$3,194	$0
BENEFIT: COST	**0.05**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required by Section 33.282, RSMo.

Other Assumptions:
- Reduction in production costs for retail and accommodation services of $3,194 in 2024.
- Incentive/credits of $3,194 in Disabled Access Small Business tax credits in 2024.
- Impacts occur statewide. All values in constant dollars.
- Assumptions provided by DED.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	**Ethanol Retailer and Distributor Tax Credit**				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Environmental	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.772 RSMO	**Applicable Taxes:**	Chapter 143, excluding tax imposed by sections 143.191 to 143.265		
Tax Credit Creation Date:	2023	**Year of Last Legislative Change:**	2023		

Program Description and Eligibility Requirements:
For all tax years beginning on or after January 1, 2023, a retail dealer that sells higher ethanol blend at such retail dealer's retail service station or a distributor that sells higher ethanol blend directly to the final user located in this state shall be allowed a tax credit to be taken against the retail dealer's or distributor's state income tax liability. For any retail dealer or distributor with a tax year beginning prior to January 1, 2023, but ending during the 2023 calendar year, such retail dealer or distributor shall be allowed a tax credit for the amount of higher ethanol blend sold during the portion of such tax year that occurs during the 2023 calendar year.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The amount of the credit shall equal five cents per gallon of higher ethanol blend sold by the retail dealer and dispensed through metered pumps at the retail dealer's retail service station or by a distributor directly to the final user located in this state during the tax year for which the tax credit is claimed.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 5,000,000 None _____

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:
Explanation of Cap: The total amount of tax credits issued pursuant to this section for any given fiscal year shall not exceed five million dollars. In the event the total amount of tax credits claimed under this section exceeds the amount of available tax credits, the tax credits shall be apportioned among all eligible retail dealers and distributors claiming a tax credit by April fifteenth, or as directed by section 143.851, of the fiscal year in which the tax credit is claimed.

Sunset Provision: Yes Date of Sunset 31-Dec-28 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
The provisions of this section shall automatically sunset on December 31, 2028, unless reauthorized by an act of the general assembly.

Specific Provisions: (if applicable)

Carry forward	5 years	Carry Back	n/a	Refundable	No	Apportioned	Yes	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
A.L. 2023, H.B. 202 (merged with S.B. 138); Modified Section 135.772,2 RSMo to allow a tax credit for any retail dealer or distributor with a tax year beginning prior to January 1, 2023, but ending during the 2023 calendar year, for the amount of higher ethanol blend sold during the portion of such tax year that occurs during the 2023 calendar year.

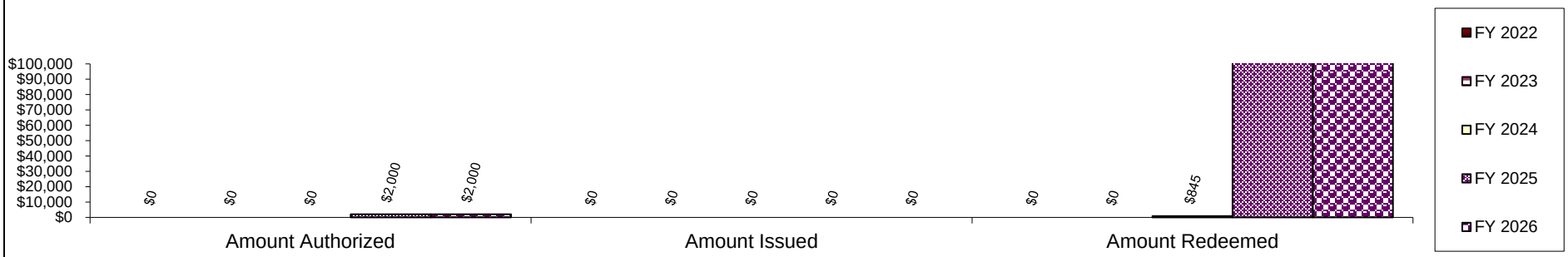
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	1	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$2,000	$2,000
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$845	*$0*	$5,000,000	$5,000,000

FY 2024 EST. Amount Outstanding	$9,560	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: **Ethanol Retailer and Distributor Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

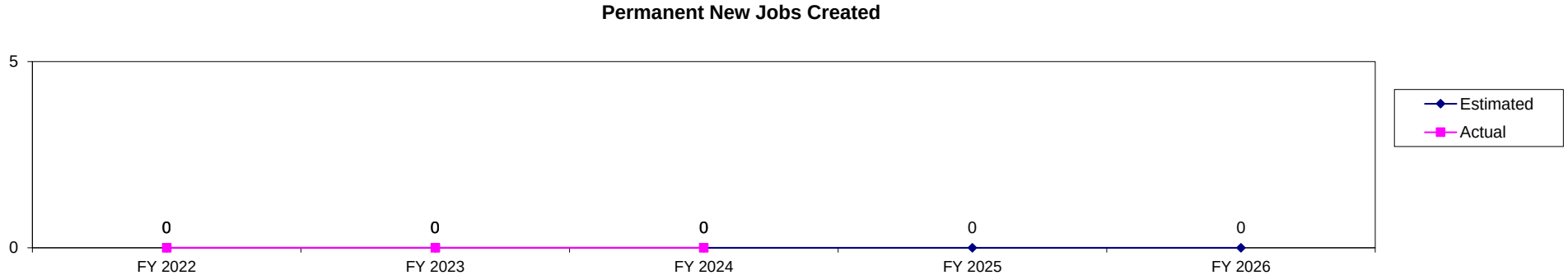
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$27	
Total	$27	$0
COSTS		
Direct Fiscal Costs	$845	
Indirect Fiscal Costs	$0	
Total	$845	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
Investment: (a) N/A
Employment: (a) N/A
Other Assumptions: (a) Reduction in production costs of $845 in 2024.
Incentives/Credits: (a) $845 in in 2024.
Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Food Pantry Credit				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.647, RSMo	**Applicable Taxes:**	Chapter 143, excluding Sections 143.191-143.265, RSMo		
Tax Credit Creation Date:	2007	**Year of Last Legislative Change:**	2018		

Program Description and Eligibility Requirements:
Any donation of cash or food made to a local soup kitchen or local homeless shelter on or after January 1, 2018, unless such food is donated after the food's expiration date, shall be eligible for a tax credit as provided under section 135.647. The credit shall be equal to 50 percent of the donation, not exceed $2,500 per taxpayer. `

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Any taxpayer who donates cash or food to any local food pantry, local homeless shelter, or local soup kitchen shall be allowed a credit against the tax due under Chapter 143, RSMo, excluding withholding tax, in an amount equal to 50 percent of the value of the donations made. Any donation of food shall be valued at fair market value or wholesale value if the taxpayer making the donation is a retail grocery store, food broker, wholesaler, or restaurant and shall be verified on an affidavit completed by the food pantry, local homeless shelter, or local soup kitchen receiving the donation. The amount of credit claimed shall not exceed the amount of the taxpayer's state tax liability for the year the credit is claimed and shall not exceed $2,500 per taxpayer. The cumulative amount of tax credits allocated to all taxpayers in any one fiscal year shall not exceed $1,750,000. The Director of Revenue shall establish procedures where the credit is apportioned among all taxpayers claiming the credit by April 15th if the cap is reached.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ $1,750,000 None _____

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:
The cumulative amount of tax credits allocated to all taxpayers in any one fiscal year shall not exceed $1,750,000. The Director of Revenue has establish procedures where the credit is apportioned among all taxpayers claiming the credit by April 15th if the cap is reached. A 5 year review of the food pantry tax credit indicates the cumulative claims for the food pantry tax credits has exceeded the statutory cap, resulting in apportionment of the credit during fiscal years 2021, 2022, 2023 and 2024.

Sunset Provision: Yes Date of Sunset 31-Dec-26 Date of Last Sunset Extension 2018

Explanation of Expiration of Authority:
Pursuant to Section 23.253, RSMo, of the Missouri Sunset Act, the food pantry tax credit shall sunset December 31, 2026 with a termination date of September 1, 2027. (Last updated during A.L. 2018 by H.B 1288)

Specific Provisions: (if applicable)

Carry forward	3 years	Carry Back	n/a	Refundable	No	Apportioned	Yes	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	Yes				

Comments on Specific Provisions:
The amount of credit claimed shall not exceed the amount of the taxpayer's state tax liability, but may be carried forward to any of the taxpayer's three subsequent tax years. The amounts that have been subtracted from the taxpayer's federal adjusted gross income within the federal itemized deduction shall be added back onto such taxpayer's Missouri return to determine the taxpayer's Missouri adjusted gross income.

Legislative / General Assembly Action(s) During Prior Five Years:
A.L. 2018, H.B. 1132 - Originally, only donations to a Local food pantry qualified for the credit, this legislation expanded the qualifying organizations to include local homeless shelter and local soup kitchen. Extended the sunset date from 2019 to 2026.
A.L 2014, H.B. 1132 - The fiscal year cap was increased from $1,250,000 To $1,750,000.

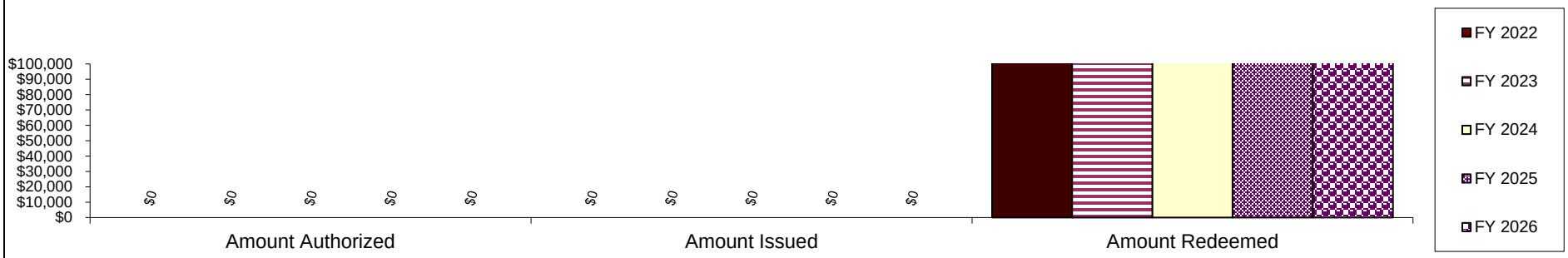
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	3,195	3,969	2,743	*0*	3,302	3,302
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$1,749,992	$1,749,990	$1,749,996	*$0*	$1,750,000	$1,750,000

FY 2024 EST. Amount Outstanding	$1,551,907	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Food Pantry Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

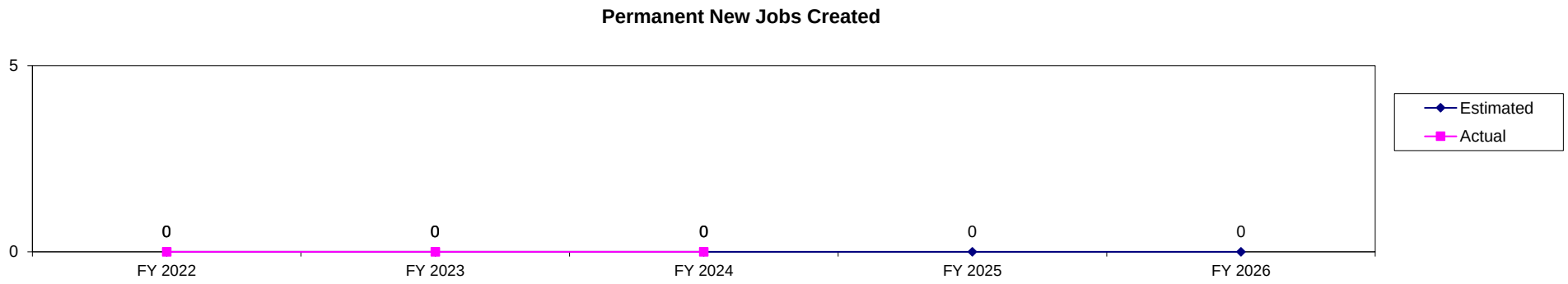
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$60,960	
Total	$60,960	$0
COSTS		
Direct Fiscal Costs	$1,749,996	
Indirect Fiscal Costs	$0	
Total	$1,749,996	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required by Section 33.282, RSMo.

Other Assumptions:
- A reduction in personal income taxes of $1,749,996 in 2024.
- Incentives/Credits of $1,749,996 in Food Pantry tax credits in 2024.
- Impacts occur Statewide. All Values in Constant Dollars.
- Assumptions provided by DED.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Long Term Care Deduction				
Department: Revenue		**Contact Name & No.:**		**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Deduction	Other:	
Statutory Authority:	Section 135.096, RSMo	**Applicable Taxes:**	Chapter 143 RSMo		
Tax Credit Creation Date:	1999	**Year of Last Legislative Change:**			

Program Description and Eligibility Requirements:
In order to promote personal financial responsibility for long-term health care in this state, for all taxable years beginning after December 31, 1999, a resident individual may deduct from such individual's Missouri taxable income, nonreimbursed qualified long-term care insurance premiums paid by such individual to the extent such amounts are not included in the individual's itemized deductions.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Tax Year beginning after December 31, 1999 through tax years ending on or before December 31, 2006, the deduction is limited to 50% of all nonreimmbursed qualified long term care insurance premiums to the extent included in the individuals itemized deduction.
For all taxable years beginning after December 31, 2006, such deduction was increased to 100 percent of all nonreimbursed amounts paid by such individual for qualified long-term care insurance premiums to the extent such amounts are not included in the individual's itemized deductions. Qualified long-term care insurance means any policy that meets or exceeds the provision of Section 376.1100 to 376.1118, RSMo.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:

Sunset Provision: No Date of Sunset None Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
Section 135.096, RSMo, does not enact the provisions of the Missouri Sunset Act. The tax deduction does not have an expiration date.

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	Yes				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
A.L. 2007, S.B. 577; Tax Years beginning after December 31, 1999 through tax years ending on or before December 31, 2006, the deduction is limited to 50% of all nonreimbursed qualified long term care insurance premiums to the extent the premiums are not included in the individuals itemized deduction. Tax years beginning after December 31, 2006, taxpayers may claim 100% of the nonreimbursed qualified long term care insurance premiums to the extent the premiums are not included in the individuals itemized deduction.

A.L. 2021 H.B. 604; Legislation remove language referencing the calculation applicable to tax years beginning after December 31, 1999 through tax years ending on or before December 31, 2006.

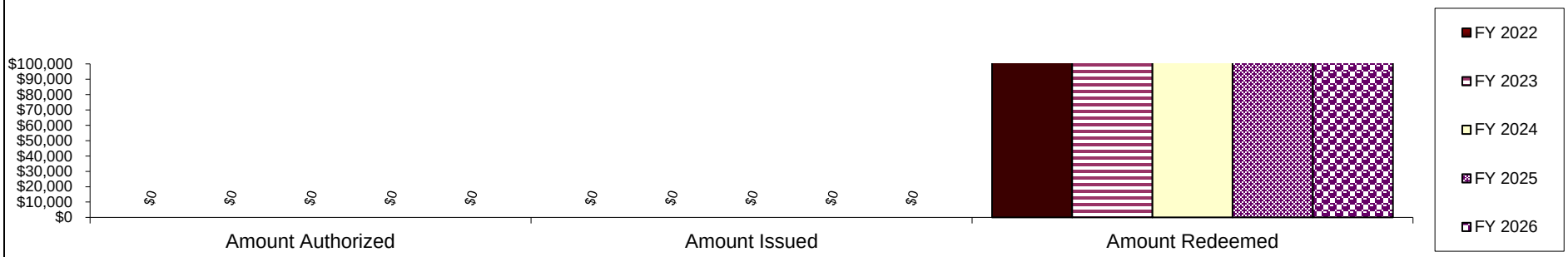
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	64,156	62,804	57,280	*4,787*	61,000	61,000
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$14,632,309	$11,814,487	$10,342,590	*$1,043,940*	$12,000,000	$12,000,000

FY 2024 EST. Amount Outstanding	$0 as of 9/16/2024	FY 2024 EST. Amount Authorized but Unissued	$0 as of 9/16/2024

TAX CREDIT ANALYSIS

Program Name: Long Term Care Deduction

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

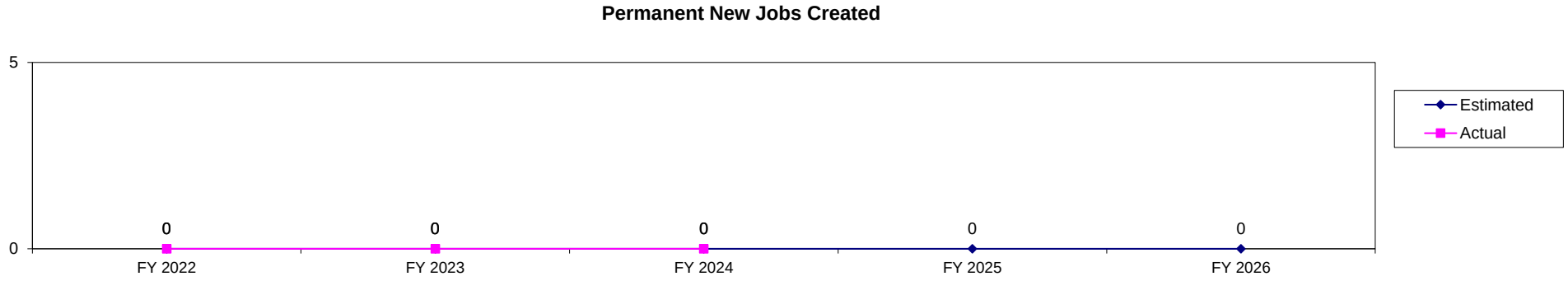
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$360,279	
Total	$360,279	$0
COSTS		
Direct Fiscal Costs	$10,342,590	
Indirect Fiscal Costs	$0	
Total	$10,342,590	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.

Other Assumptions:
- Reduction in personal income taxes of $10,342,590 in 2024.
- $10,342,590 in Long Term Care tax credits in 2024.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	**Peace Officer Surviving Spouse**				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.090, RSMo	**Applicable Taxes:**	Chapter 143, excluding Sections 143.191 to 143.265		
Tax Credit Creation Date:	2013	**Year of Last Legislative Change:**			

Program Description and Eligibility Requirements:
For all tax years beginning on or after January 2, 2008, any firefighter, police officer, capitol police officer, parole officer, probation officer, correctional employee, water patrol officer, park ranger, conservation officer, commercial motor vehicle enforcement officer, emergency medical responder, as defined in section 190.100, emergency medical technician, first responder, or highway patrolman employed by the state of Missouri (whose death was deemed to be "in the line of duty") shall be allowed a credit against the tax otherwise due under Chapter 143, RSMo, excluding withholding tax, in an amount equal to the total amount of the property taxes on the surviving spouse's homestead paid during the year for which the credit is claimed. A surviving spouse may claim the credit for each tax year beginning the year of death of the public safety officer until the tax year is which the surviving spouse remarries.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
A surviving spouse of a public safety officer, defined above, may claim a credit equal to the total amount of the property taxes paid on the surviving spouse's homestead. A surviving spouse may claim the credit for each tax year beginning the year of death of the public safety officer until the tax year in which the surviving spouse remarries. No credit shall be allowed for the year in which the surviving spouse remarries.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:

Sunset Provision: Yes Date of Sunset 31-Dec-27 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
The sunset and termination dates were prolonged during the 2019 Regular Session. Pursuant to Section 23.253, RSMo, of the Missouri Sunset Act, this program shall expire on December 31, 2027 with a termination date of September 1, 2028.

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	Yes	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
A.L. 2019 S.B. 87, Reauthorized the program, changing the sunset date from December 31, 2019 to December 31, 2027.

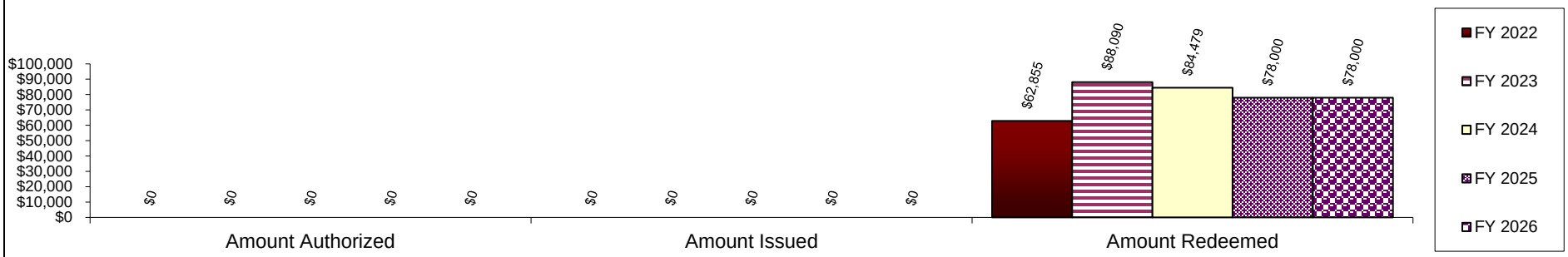
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	22	30	30	*44*	27	27
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$62,855	$88,090	$84,479	*$303,298*	$78,000	$78,000

FY 2024 EST. Amount Outstanding	$0 as of 12/31/2024	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: **Peace Officer Surviving Spouse**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

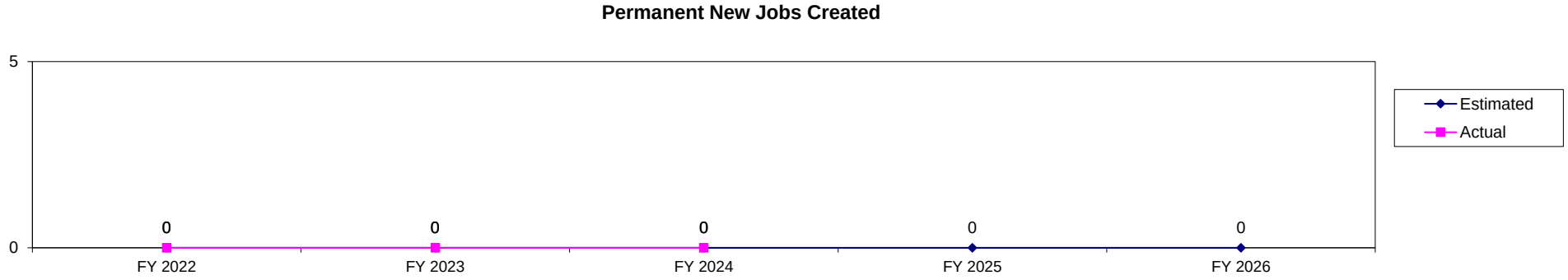
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$2,943	
Total	$2,943	$0
COSTS		
Direct Fiscal Costs	$84,479	
Indirect Fiscal Costs	$0	
Total	$84,479	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for the tax credit programs as required by Section 33.282, Ramos.

Other Assumptions:
- Reduction in personal income taxes of $84,479 in 2024.
- Incentives/Credits of $84,479 in Peace Officer Surviving Spouse tax credits in 2024.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Senior Citizen Property Tax Relief				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 135.010 - Section 135.035 RSMo	**Applicable Taxes:**	Section 135.010 RSMo		
Tax Credit Creation Date:	1975	**Year of Last Legislative Change:**	2008		

Program Description and Eligibility Requirements:
Sections 135.010-135.035, RSMo, allow certain senior citizens who have lived in Missouri the entire year and are 65 years of age or older, or is a veteran of any branch of the Armed Forces who became 100 percent disabled as a result of such service, or is 100 percent disabled, or has reached the age of 60 on or before the last day of the calendar year and is receiving surviving spouse Social Security benefits during the calendar year and meet the income levels to file a claim for a refund of a portion of their property taxes or rent paid on property subject to property tax. The maximum total household income upper limit for renters or whose home is not owned the entire year is $27,500 for single individuals or married couples filing a separate return and $29,500 for married couples filing a combined return if they own their home the entire year. The maximum income is $30,000 for single individuals or married couples filing separately and $34,000 for married couples filing a combined return. The minimum base beginning on January 1, 2008 is $14,300.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Sections 135.010-135.035, RSMo, allow certain senior citizens who have lived in Missouri the entire year and are 65 years of age or older, or is a veteran of any branch of the Armed Forces who became 100 percent disabled as a result of such service; or is 100 percent disabled, or has reached the age of 60 on or before the last day of the calendar year and is receiving surviving spouse Social Security benefits during the calendar year and meet the income levels to file a claim for a refund of a portion of their property taxes or rent paid on property subject to property tax. If the income on a return is equal to or less than the maximum upper limit for the calendar year for which the return is filed, the property tax credit shall be determined from a table of credits based upon the amount by which the total property tax described in Section 135.025, RSMo, exceeds the percent of income. The property tax shall be in increments of $25 and the income in increments of $300. The credit shall be the amount rounded to the nearest whole dollar computed on the basis of the property tax and income at the midpoints of each increment.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Explanation of Cap: Section 135.030 RSMo, sets the cap at $750 per claim for rent paid and $1,100 for property taxes paid.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable Yes Apportioned No Appropriated No

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

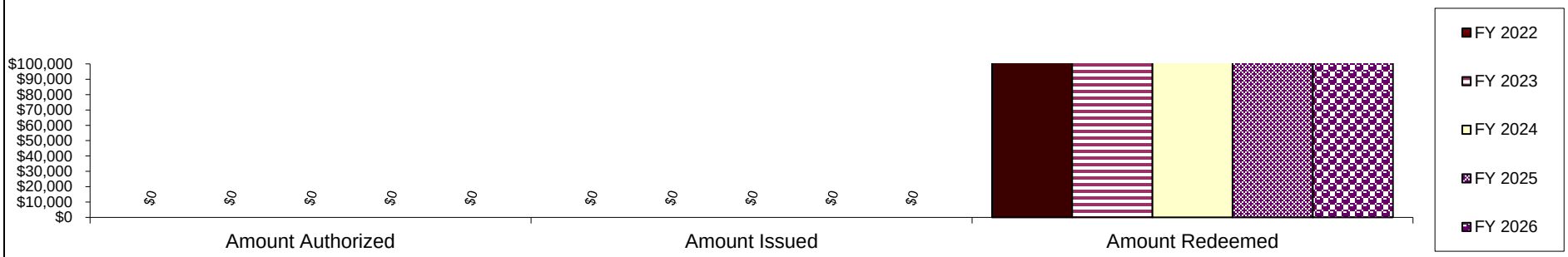
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	140,026	132,308	115,602	*8,612*	105,000	105,000
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$81,211,385	$76,149,913	$65,601,577	*$5,536,411*	$65,000,000	$65,000,000

FY 2024 EST. Amount Outstanding	$0 as of 12/31/2024	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Senior Citizen Property Tax Relief

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

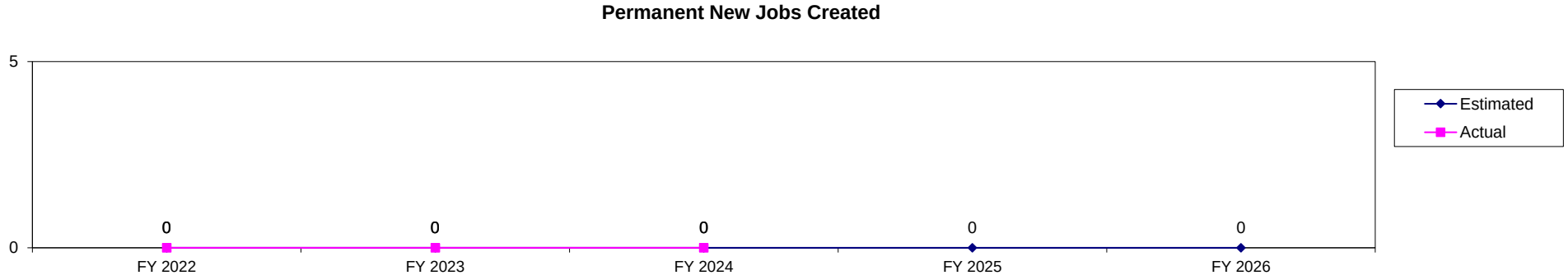
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$2,285,252	
Total	$2,285,252	$0
COSTS		
Direct Fiscal Costs	$65,601,577	
Indirect Fiscal Costs	$0	
Total	$65,601,577	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required in Section 33.282, RSMo.

Other Assumptions:
- Reduction in personal income taxes of $65,601,577 in 2024.
- Incentives/credits of $65,601,577 in Senior Citizen Property Tax relief tax credits in 2024.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	**Rolling Stock Tax Credit**				
Department: State Tax Commission		**Contact Name & No.:**	Stacey Jacobs 573-751-1716	**Date:**	January 2025
Program Category:	Business Recruitment	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 137.1018	**Applicable Taxes:**	Property Taxes		
Tax Credit Creation Date:	2008 / Beginning January 1, 2009	**Year of Last Legislative Change:**	2023		

Program Description and Eligibility Requirements:
For tax year beginning January 1, 2009, a freight line company shall, subject to appropriation, be allowed a credit against the tax levied for the applicable year. The tax credit amount shall be equal to the amount of eligible expenses incurred during the calendar year immediately preceding the tax year for which the credit under this section is claimed. The amount of the tax credit issued shall not exceed the freight line company's liability for the tax levied under this section for the tax year for which the credit is claimed.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Private car ad valorem tax is assessed to the freight line companies by the following formula: The State Tax Commission determines the assessed value for freight line companies. The Tax Commission determines an average tax rate based on the actual taxes collected from the previous tax year paid by the operating railroads in Missouri. The tax rate is applied by the Tax Commission's calculated assessed value. This produces the "tax levied." This is returned to the Department of Revenue for central collection by October 1st and is due and payable by December 31st. For all taxable years beginning on or after January 1, 2009, a freight line company shall, subject to appropriation, be allowed a credit against the tax levied. The tax credit amount is equal to the amount of eligible expenses (eligible expenses are those incurred in this state to manufacture, maintain, or improve a freight line company's rolling stock) and are incurred during the calendar year immediately preceding the tax year for which the credit is claimed. The amount of the tax credit issued shall not exceed the freight line company's liability for the tax levied for which the credit is claimed. If the appropriation is not totally funded, each company would receive a pro-rata share (based on their claim to total claims).

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ Appropriated None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap: The amount of the tax credit issued shall not exceed the freightline company's liability for the tax levied under Section 137.1018 for the tax year for which the credit is claimed.

Sunset Provision: Yes Date of Sunset 28-Aug-28 Date of Last Sunset Extension 28-Aug-22

Explanation of Expiration of Authority: The provisions of the program authority expires on August 28, 2028.

Specific Provisions: (if applicable)

Carry forward n/a Carry Back n/a Refundable No Apportioned Yes Appropriated Yes

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
The program expired August 28, 2020; however, the sunset was reenacted beginning August 28, 2022 through August 28, 2028. Funding for this program was increased by another $300,000 for FY-2026.

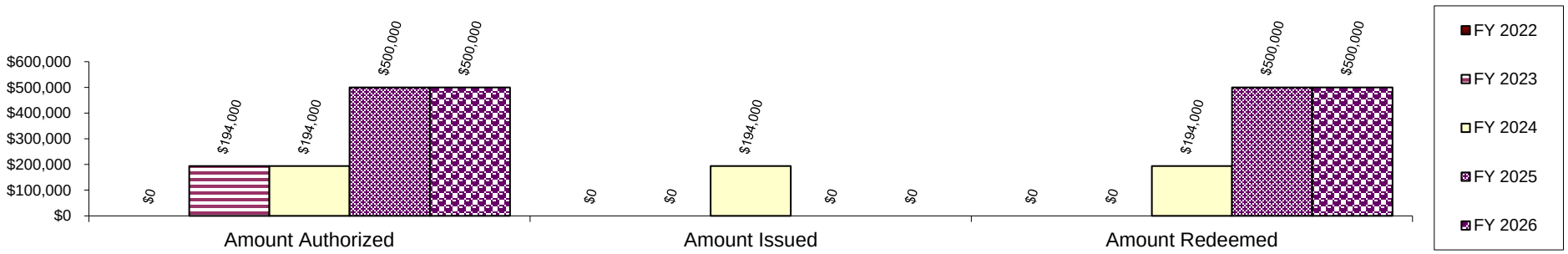
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$0	$194,000	$194,000	*$500,000*	$500,000	$500,000
Amount Issued	$0	$0	$194,000	*$0*	$0	$0
Amount Redeemed	$0	$0	$194,000	*$500,000*	$500,000	$500,000

FY 2024 EST. Amount Outstanding	$0	FY 2024 EST. Amount Authorized but Unissued	$0

TAX CREDIT ANALYSIS

Program Name: **Rolling Stock Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

The Private Car Ad Valorem tax credit was appropriated by the General Assembly through the budget process for FY-2010 in the amount of $4,000,000 and again in FY-2015 in the amount of 2,000,000; however, the Governor line item vetoed the appropriation both times. In FY-2016, the General Assembly appropriated $300,000 and in FY-2017, the General Assembly appropriated $600,000 and the Governor restricted $300,000 leaving $300,000. In FY-2018 and FY-2019 the General Assembly and Governor did not appropriate the tax credit. In FY-2020 the General Assembly and Governor appropriated $194,000. Total taxes due for calendar year 2020 are $3,986,446. The program expired on August 28, 2020; however, the sunset was reenacted beginning August 28, 2022 through August 28, 2028. Funds were appropriated for FY-2023; however, the new sunset was not enacted until August 28, 2022 and the data to issue the tax credit was not collected or submitted by the companies for their January 1, 2022 submission.
Historical data reflects the following for private car taxes due:
2024 - $4,343,891; 2023 - $4,112,293; 2022 - $3,979,982; 2021 - $3,835,050; 2020 - $4,398,020; 2019 - $4,868,136; 2018 - $4,682,786; 2017 - $4,327,285; 2016 - $4,673,143; 2015 - 4,502,636; 2014 - $4,041,661; 2013 - $3,900,392;2012; 2012 - $3,740,856; 2011 - $3,452,968; 2010 - $3,423,831; 2009 - $3,757,140; 2008 - $3,901,082; 2007 - $4,152,737; 2006 - $3,551,652; 2005 - $3,005,374

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs	$194,000	
Indirect Fiscal Costs		
Total	$194,000	$0
BENEFIT: COST	**0.00**	**#DIV/0!**

Derivation of Benefits:

Other Benefits:

TAX CREDIT ANALYSIS

Program Name:	SALT Parity Act				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	**January 2025**
Program Category:	Financial and Insurance	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 143.436, RSMo	**Applicable Taxes:**	Sections 143.011, 143.041, 143.061, or 143.071 RSMo		
Tax Credit Creation Date:	2022	**Year of Last Legislative Change:**	Legislative Session 2024 - HB 1912		

Program Description and Eligibility Requirements:
Pass-through entities may elect to be an affected business entity and pay taxes on the sum of their separately and nonseparately computed items, to the extent derived from sources within the state. Members of an affected business entity, are entitled to a credit in an amount equal to the member's direct and indirect pro rata share of the tax paid pursuant to section 143.436, RSMo, by any affected business entity of which such member is directly or indirectly a member.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The SALT Parity (pass-through entity) tax credit is equal to the member's pro rata share of tax paid pursuant to Section 143.436 RSMo by the affected business entity.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:
Explanation of Cap: The total amount of tax credits granted to members within a business shall not exceed the total amount of taxes paid by the business in a given tax year. The SALT Parity tax credit is designed to prevent both a business entity and each member from paying taxes on the same reported income. Therefore, this tax credit is expected to have a net neutral impact on state revenues.

Sunset Provision: No Date of Sunset N/A Date of Last Sunset Extension N/A

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward	unlimited	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:
May be carried forward to each succeeding tax year until such credit is fully taken.

Legislative / General Assembly Action(s) During Prior Five Years:
Legislative Session 2024 - HB 1912, included clarifying language regarding the tax types the credit is applicable to.

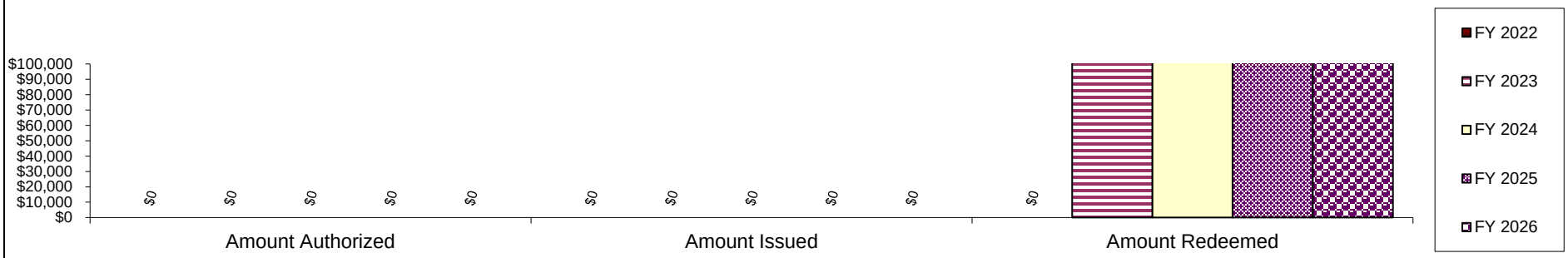
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	11,779	30,399	*21,757*	31,000	31,000
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$119,223,771	$396,849,612	*$279,218,850*	$400,000,000	$400,000,000

FY 2024 EST. Amount Outstanding	$148,198,740	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: SALT Parity Act

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

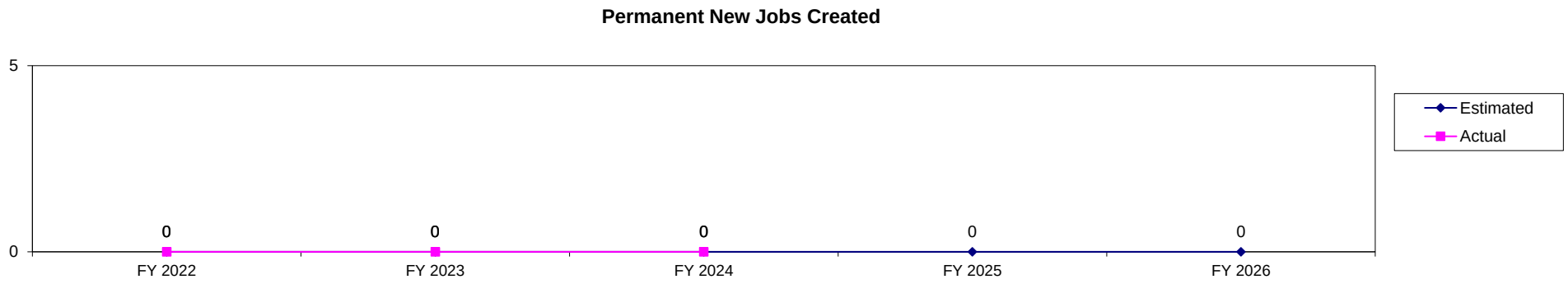
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits		
Total	$0	$0
COSTS		
Direct Fiscal Costs		
Indirect Fiscal Costs		
Total	$0	$0
BENEFIT: COST	**#DIV/0!**	**#DIV/0!**

Derivation of Benefits:

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Self Employed Health Insurance Tax Credit				
Department: Revenue		**Contact Name & No.:**		**Date:**	January 2025
Program Category:	Financial and Insurance	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 143.119, RSMo	**Applicable Taxes:**	Chapter 143, excluding Sect ions 143.191 to 143.265. RSMo		
Tax Credit Creation Date:	2007	**Year of Last Legislative Change:**	2022		

Program Description and Eligibility Requirements:

A self-employed taxpayer, as such term is used in the federal Internal Revenue Code (IRC) who is ineligible for the federal income tax health insurance deduction under Section 162 of the federal IRC shall be entitled to a credit against the tax otherwise due under this chapter, excluding withholding tax imposed by Sections 143.191 to 143.265, in an amount equal to the portion of such taxpayer's federal tax liability incurred due to such taxpayer's inclusion of such payments in federal adjusted gross income. For all tax periods ending on or after August 28, 2022, to be eligible for a credit under this section, the self-employed taxpayer shall have a Missouri income tax liability, before any other tax credits, of less than three thousand dollars.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

A self-employed taxpayer may claim a credit in an amount equal to the portion of the taxpayer's federal tax liability due to the taxpayer's inclusion of the federal income tax health insurance payment in their federal adjusted gross income. For all tax periods ending on or after August 28, 2022, to be eligible for a credit under this section, the self-employed taxpayer shall have a Missouri income tax liability, before any other tax credits, of less than three thousand dollars.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** None

Explanation of Cap:

Sunset Provision: Yes Date of Sunset 31-Dec-28 Date of Last Sunset Extension 2022

Explanation of Expiration of Authority:

Section 143.119, RSMo, does not enact the provisions of the Missouri Sunset Act. The tax credit does not have an expiration date.

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Comments on Specific Provisions: For all tax periods ending on or after August 28, 2022, The tax credits authorized under this section shall be nontransferable, nonrefundable, and shall not be carried back or forward to any other tax year. The reduction in credits redeemed is attributed to the legislative change, which became effective on August 28, 2022.

Legislative / General Assembly Action(s) During Prior Five Years:

A.L. 2022, H.B. 2400; Modified to the taxpayer to have a Missouri income tax liability, before any other credits, of less than $3,000. The credit is no longer refundable and the credit cannot be carried forward. Added sunset language, December 31, 2028.

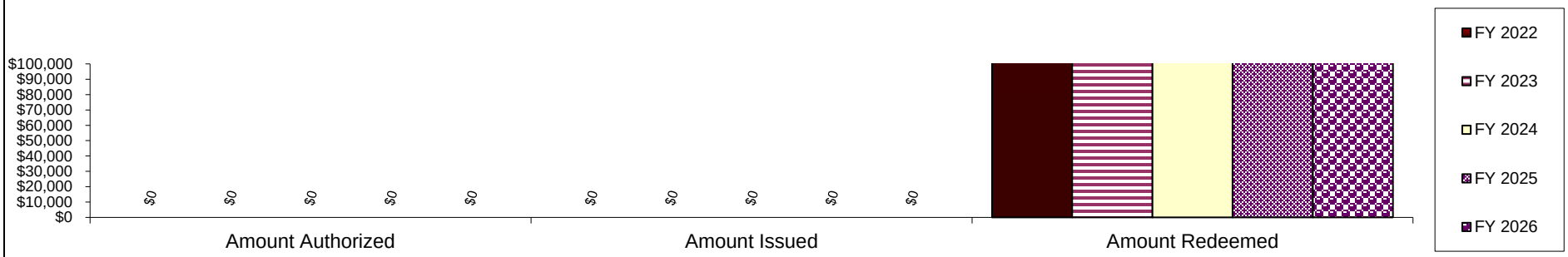
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	10,108	6,389	5,253	*1,301*	5,500	5,500
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$10,249,256	$6,335,102	$2,220,866	*$694,346*	$4,000,000	$4,000,000

FY 2024 EST. Amount Outstanding	$0 as of 12/31/2024	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Self Employed Health Insurance Tax Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

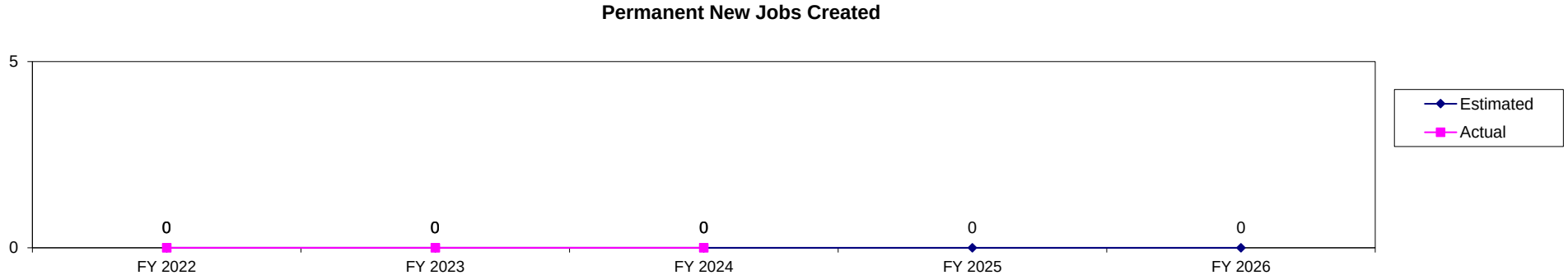
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$77,363	
Total	$77,363	$0
COSTS		
Direct Fiscal Costs	$2,220,866	
Indirect Fiscal Costs	$0	
Total	$2,220,866	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
The Missouri Department of Revenue, with the assistance of the Missouri Department Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.

Other Assumptions:
- Reduction in personal income taxes of $2,220,866 in 2024.
- Incentives/Credits of $2,220,866 in Self Employed Health Care tax credits in 2024.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	Missouri Working Family Tax Credit				
Department: Revenue		**Contact Name & No.:**	Josh Shewmaker (526-2723)	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	Section 143.177 RSMo	**Applicable Taxes:**	Chapter 143 RSMo		
Tax Credit Creation Date:	2021	**Year of Last Legislative Change:**	2021		

Program Description and Eligibility Requirements:
Beginning January 1, 2023, the Missouri Working Family Tax Credit can be claimed by a resident individual with a filing status of single, head of household, widowed, or married filing combined who is subject to the tax imposed under chapter 143, excluding withholding tax imposed under sections 143.191 to 143.265, and who is allowed a federal earned income tax credit (EIC) under 26 U.S.C. Section 32, as amended. The credit will be equal to ten percent of the federal EIC, pursuant to Section 143.177, (1), RSMo, and may increase to twenty percent subject to the provisions in Section 143.177, (3) RSMo. Any increase in the percentage shall take effect on January first of a calendar year and shall continue in effect until the next percentage increase occurs. An increase shall only apply to tax years that begin on or after the increase takes effect.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
The percentage of the federal EIC to be allowed as a tax credit shall be ten percent, which may be increased to twenty percent; if the amount of net general revenue collected in the previous fiscal year exceeds the highest amount of net general revenue collected in any of the three fiscal years prior to such fiscal year by at least one hundred fifty million dollars. This credit is to be applied to the tax liability after reduction for all other credits. The maximum percentage that may be claimed as a tax credit is twenty percent of the federal earned income tax credit.
Beginning January 1, 2023, the Working Family Tax Credit is equal to 10% of the allowable federal EITC as of January 2021. Beginning January 1, 2024, and beyond, the Working Family Tax Credit will be equal to 20% of the allowable federal EIC as of January 2021.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None X

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

Sunset Provision: No Date of Sunset None Date of Last Sunset Extension None

Explanation of Expiration of Authority:
Sections 143.177, RSMo, does not enact the provisions of the Missouri Sunset Act

Specific Provisions: (if applicable)

Carry forward	n/a	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	Yes				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

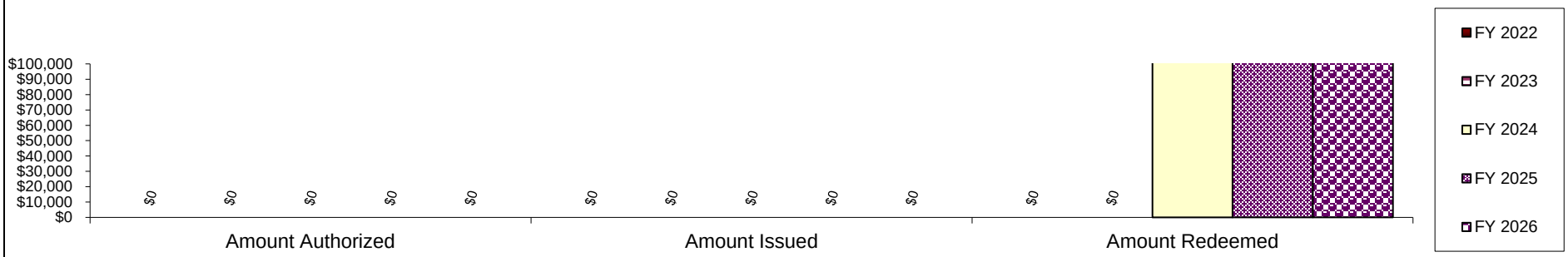
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	176,936	*3,935*	400,000	450,000
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$0	$28,482,968	*$559,342*	$64,000,000	$72,000,000

FY 2024 EST. Amount Outstanding	$0 as of 12/31/2024	FY 2024 EST. Amount Authorized but Unissued	$0 as of 12/31/2024

TAX CREDIT ANALYSIS

Program Name: Missouri Working Family Tax Credit

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

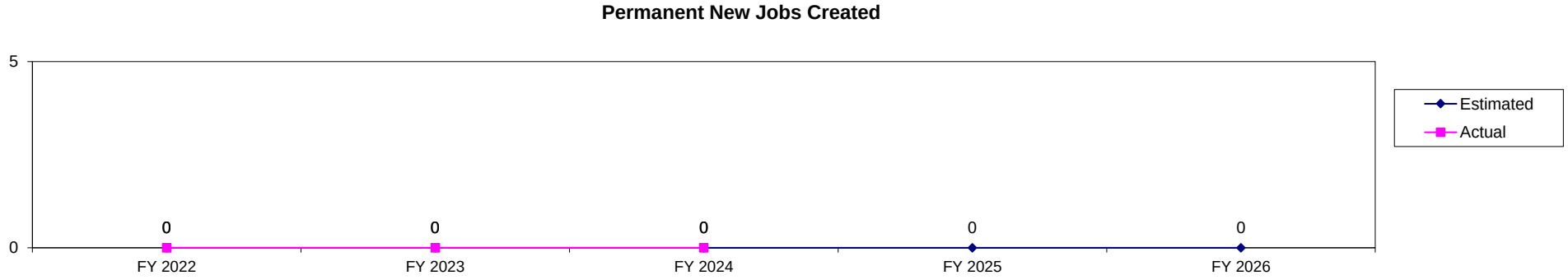
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$0	
Indirect Fiscal Benefits	$992,188	
Total	$992,188	$0
COSTS		
Direct Fiscal Costs	$28,482,968	
Indirect Fiscal Costs	$0	
Total	$28,482,968	$0
BENEFIT: COST	**0.03**	**#DIV/0!**

Derivation of Benefits:
Investment: (a) N/A
Employment: (a) N/A
Other Assumptions:
- Reduction in personal income taxes of $28,482,968 in 2024.
- Incentives/Credits of $28,482,968 in Working Family tax credits in 2024.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

TAX CREDIT ANALYSIS, FY 2026 BUDGET SUBMISSION

Program Name:	Developmental Disability Care Provider				
Department: Social Services	**Contact Name & No.:**	Patrick Luebbering (573) 751-7533		**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	135.1180 RSMo	**Applicable Taxes:**	Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance		
Tax Credit Creation Date:	Aug. 28, 2012	**Year of Last Legislative Change:**	Aug. 28, 2015		

Program Description and Eligibility Requirements:
A qualified developmental disability care provider may apply for tax credits on behalf of taxpayers who make eligible donations to the provider. Those who donate to qualifying providers are eligible to receive a tax credit up to fifty percent of their donation. Qualified developmental disability care providers that accept these donations are required to remit payment equivalent to the amount of the tax credit to the Department of Social Services. The program was authorized in HB 1172 (2012) and went into effect August 28, 2012.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Developmental Disability Care Provider is a contributory program. Taxpayers are eligible for a tax credit equivalent to up to fifty percent of an eligible donation to a qualified developmental disability care provider. The developmental disability care provider accepting the qualified donation must remit payment to the DSS equivalent to fifty percent of the donation received (the amount of the tax credit to be issued). The amount of the tax credit claimed may not exceed the amount of the taxpayer's state tax liability in the tax year that the credit is being claimed. Any tax credit that cannot be claimed in the taxable year during which the contribution is made will not be refunded but allowed to be carried forward and used against the taxpayer's state tax liability for four (4) subsequent years. The tax credit issued to taxpayer(s) may be applied to state liability taxes in the amount not to exceed fifty percent of an eligible donation made to a qualifying developmental disability care provider. Qualifying developmental disability care providers must have a current contract with the Children's Division or the Department of Mental Health, or be accredited by the Council on Accreditation, the Joint Commission on Accreditation of Healthcare Organizations, or the Commission on Accreditation of Rehabilitation Facilities.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None x

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Qualifying developmental disability care providers must submit payment equivalent to the amount of tax credit issued. As a result, no cap is applied to this tax credit.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
Sunset provision removed Aug. 28, 2015

Specific Provisions: (if applicable)

Carry forward	4 years	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	No
Sellable/Assignable	Yes	Organizations Remit an Offset	Yes	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
No legislative or General Assembly actions have taken place in the last five years.

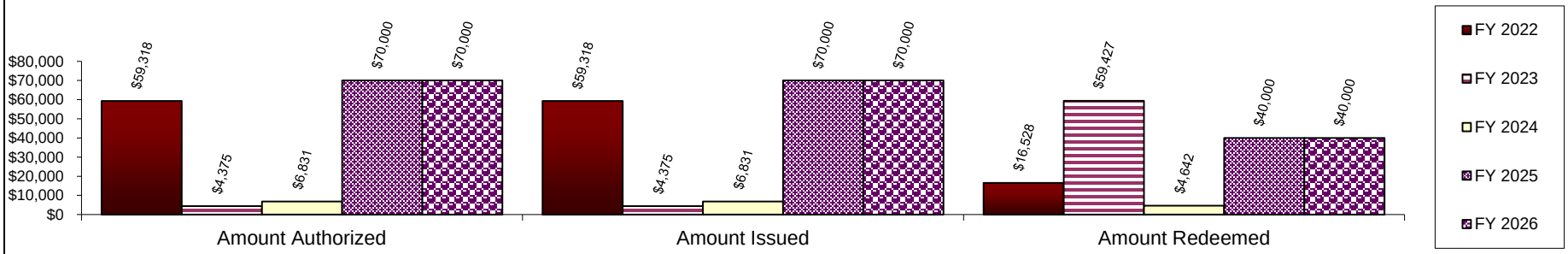
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	11	6	3	*1*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$59,318	$4,375	$6,831	*$4,000*	$70,000	$70,000
Amount Issued	$59,318	$4,375	$6,831	*$4,000*	$70,000	$70,000
Amount Redeemed	$16,528	$59,427	$4,642	*$0*	$40,000	$40,000

FY 2024 EST. Amount Outstanding	$0	FY 2024 EST. Amount Authorized but Unissued	$

TAX CREDIT ANALYSIS

Program Name: Developmental Disability Care Provider

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits	$13,662	
Total	$13,662	$0
COSTS		
Direct Fiscal Costs	$6,323	
Indirect Fiscal Costs		
Total	$6,323	$0
BENEFIT: COST	**2.16**	**#DIV/0!**

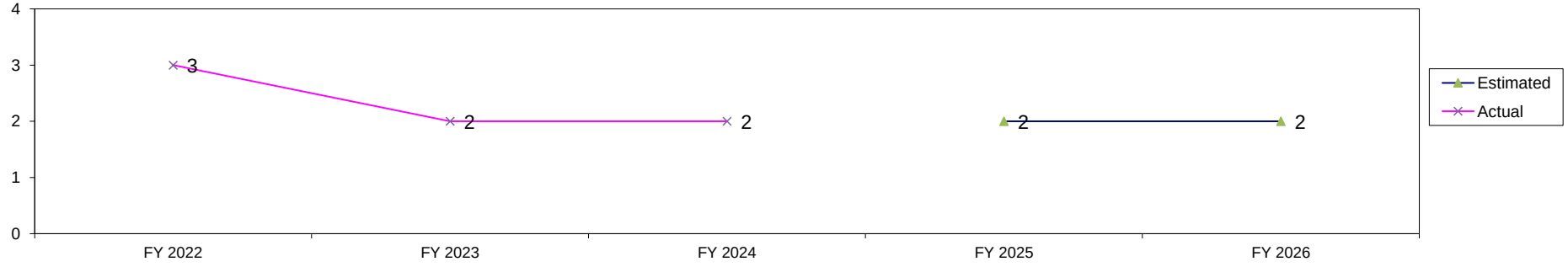
Derivation of Benefits:
Indirect fiscal benefits are the total amount of donations received by qualifying agencies that contributed toward the cost of assisting their clients who may have, otherwise, accessed state assistance. (Credits issued reflect 50% of total donations received)

Direct costs are the amount of credits that redeemed in FY 24 ($4,642) plus the cost for salary and fringe to administer the tax credit ($1,681).

Other Benefits:
Allows agencies to generate donations to be used toward the care of people with developmental disabilities without causing a burden on the state. Even though the state has a reduction in revenue when these tax credits are redeemed, the payment of half of the donation amount received by the provider offsets this cost.

PERFORMANCE MEASURE(S)

Number of Agencies Utilizing the Tax Credit



Comments on Performance Measure:

TAX CREDIT ANALYSIS

TAX CREDIT ANALYSIS, FY 2026 BUDGET SUBMISSION

Program Name: Diaper Bank

Department: Social Services | **Contact Name & No.:** Patrick Luebbering (573) 751-7533 | **Date:** January 2025

Program Category: Domestic and Social | **Type:** Tax Credit | Other:

Statutory Authority: 135.621 RSMo | **Applicable Taxes:** Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance

Tax Credit Creation Date: Aug. 28, 2018 | **Year of Last Legislative Change:**

Program Description and Eligibility Requirements:
Allows a tax credit for taxpayers to apply to their state liability taxes in an amount not to exceed fifty percent of a contribution made to a qualifying diaper bank. Contributions can include cash, stocks, bonds or other marketable securities, or real property, with a value of one hundred dollars ($100) or more.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No
Taxpayers are eligible for a tax credit equivalent to up to fifty percent of an eligible contribution to a qualified diaper bank. Contributions must have a value of at least $100 ($50 tax credit) and can not exceed $100,000 ($50,000 tax credit) per taxpayer during any fiscal year. Eligible tax credits can not exceed the taxpayers state income tax liability for the year the credit is claimed.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 500,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Annually the $500,000 is allocated to those qualifying diaper banks that have submitted an application and supporting documentation to the Department of Social Services. Allotments may be revised during the year at the Department's discretion in an effort to fully utilize the maximum tax credit possible.

Sunset Provision: Yes Date of Sunset December 31,2024 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
This program is set to sunset December 31, 2024.

Specific Provisions: (if applicable)
Carry forward 1 year Carry Back n/a Refundable No Apportioned Yes Appropriated No

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
No legislative or General Assembly actions have taken place in the last five years.

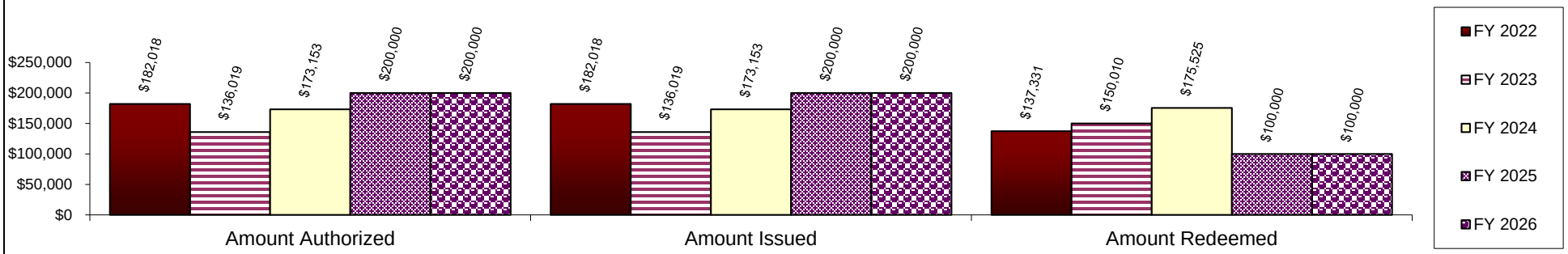
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	91	84	86	*26*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$182,018	$136,019	$173,153	*$55,466*	$200,000	$200,000
Amount Issued	$182,018	$136,019	$173,153	*$55,466*	$200,000	$200,000
Amount Redeemed	$137,331	$150,010	$175,525	*$45,316*	$100,000	$100,000

FY 2024 EST. Amount Outstanding $0 | FY 2024 EST. Amount Authorized but Unissued N/A

TAX CREDIT ANALYSIS

Program Name: Diaper Bank

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

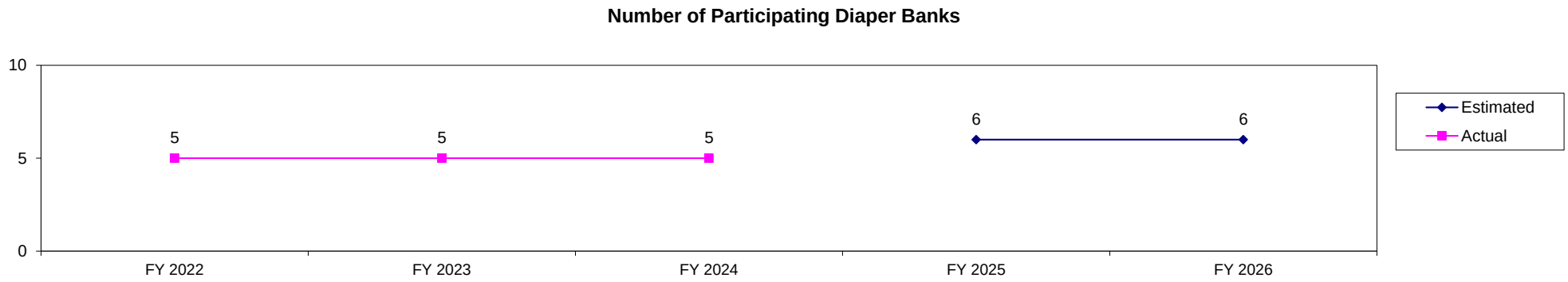
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits	$346,306	
Total	$346,306	$0
COSTS		
Direct Fiscal Costs	$180,568	
Indirect Fiscal Costs		
Total	$180,568	$0
BENEFIT: COST	**1.92**	**#DIV/0!**

Derivation of Benefits:
Indirect fiscal benefits are the total amount of donations received by qualifying agencies that contributed toward the cost of assisting their clients who may have, otherwise, accessed state assistance. (Credits issued reflect 50% of total donations received)

Direct costs are the amount of credits that redeemed in FY 24 ($175,525) plus the cost for salary and fringe to administer the tax credit ($5,043).

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

TAX CREDIT ANALYSIS, FY 2026 BUDGET SUBMISSION

Program Name:	Health, Hunger, and Hygiene				
Department: Social Services		**Contact Name & No.:**	Patrick Luebbering (573) 751-7533	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	135.1125 RSMo	**Applicable Taxes:**	Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance		
Tax Credit Creation Date:	Aug. 28, 2018	**Year of Last Legislative Change:**			

Program Description and Eligibility Requirements:
A qualified health, hunger, and hygiene organization may apply for tax credits on behalf of taxpayers who make eligible donations to the organization. Those who donate to qualifying providers are eligible to receive a tax credit up to fifty percent of their donation. Qualified health, hunger, and hygiene organizations that accept these donations are required to remit payment equivalent to the amount of the tax credit to the Department of Social Services (DSS).

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Health, Hunger, and Hygiene is a contributory program. Taxpayers are eligible for a tax credit equivalent to up to fifty percent of an eligible donation to a qualified health, hunger and hygiene organization. The health, hunger, hygiene organization accepting the qualified donation must remit payment to the DSS equivalent to fifty percent of the donation received (the amount of the tax credit to be issued). Since January 1, 2019, any taxpayer is allowed to claim a credit against their state tax liability equivalent to fifty percent (50%) of the eligible donation the taxpayer made to a qualified health, hunger, and hygiene organization. The amount of the tax credit claimed may not exceed the amount of the taxpayer's state tax liability in the tax year that the credit is being claimed. Any tax credit that cannot be claimed in the taxable year during which the contribution is made will not be refunded, but is allowed to be carried forward and used against the taxpayer's state tax liability for four (4) subsequent years. The tax credit issued to taxpayer(s) may be applied to state liability taxes in the amount not to exceed fifty percent of an eligible donation made to a qualifying health, hunger, and hygiene organization.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None x

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Qualifying health, hunger, and hygiene organizations must submit payment equivalent to the amount of tax credit issued. As a result, no cap is applied to this tax credit.

Sunset Provision: Yes Date of Sunset December 31,2024 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
The program is set to sunset August 28, 2024.

Specific Provisions: (if applicable)

Carry forward 4 years Carry Back n/a Refundable No Apportioned No Appropriated No

Sellable/Assignable Yes Organizations Remit an Offset Yes Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

No legislative or General Assembly actions have taken place in the last five years.

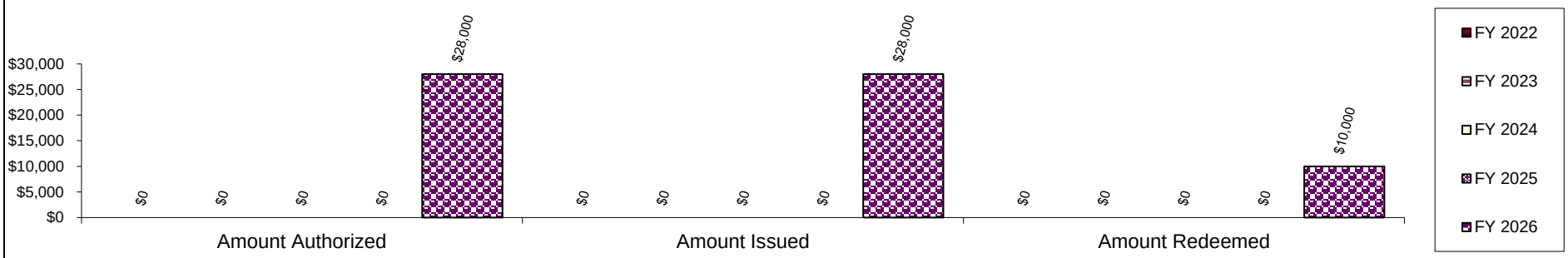
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$28,000
Amount Issued	$0	$0	$0	*$0*	$0	$28,000
Amount Redeemed	$0	$0	$0	*$0*	$0	$10,000

FY 2024 EST. Amount Outstanding	$0	FY 2024 EST. Amount Authorized but Unissued	N/A

TAX CREDIT ANALYSIS

Program Name: Health, Hunger, and Hygiene

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

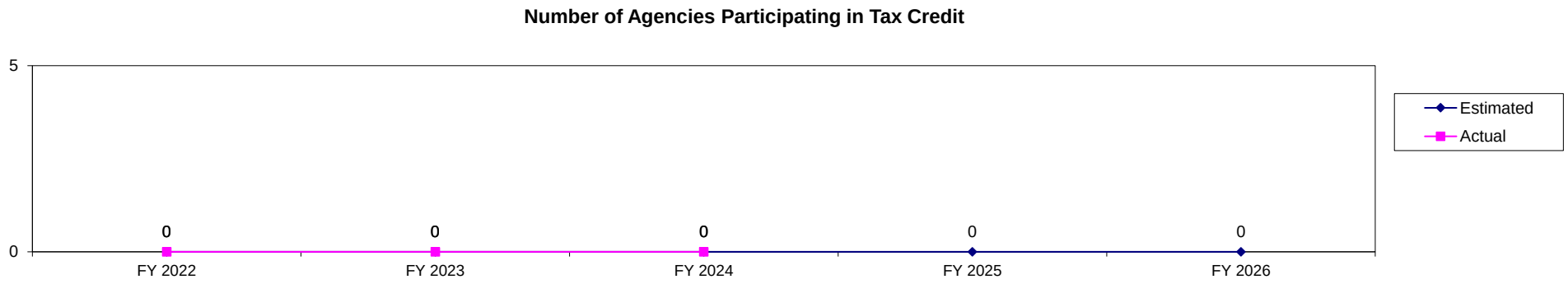
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits	$0	
Total	$0	$0
COSTS		
Direct Fiscal Costs	$1,681	
Indirect Fiscal Costs		
Total	$1,681	$0
BENEFIT: COST	**0.00**	**#DIV/0!**

Derivation of Benefits:
Direct benefits are contributions to the Health, Hunger, and Hygiene providers under this program that are used solely to provide direct care services to children who are residents of this state. (Credits issued reflect 50% of total donations received)

Direct costs are the amount of credits that redeemed in FY 24 ($0) plus the cost for salary and fringe to administer the tax credit ($1,681).

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

TAX CREDIT ANALYSIS, FY 2026 BUDGET SUBMISSION

Program Name: Maternity Home

Department: Social Services | **Contact Name & No.:** Patrick Luebbering (573) 751-7533 | **Date:** January 2025

Program Category: Domestic and Social | **Type:** Tax Credit | Other:

Statutory Authority: 135.600 RSMo | **Applicable Taxes:** Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance

Tax Credit Creation Date: Aug. 28, 1997 | **Year of Last Legislative Change:** Aug. 28, 2021

Program Description and Eligibility Requirements:

The Maternity Homes tax credit program provides a tax credit against a taxpayer's state tax liability equal to seventy percent of contributions to Maternity Homes. Those eligible for the tax credit include a person, firm, partner in a firm, etc., doing business in Missouri or a charitable firm who contributes to a maternity home. The amount of tax credit issued may be equivalent to up to seventy percent of the contribution to the agency. Credits shall not be less than fifty dollars and cannot exceed fifty thousand dollars to an individual taxpayer in a fiscal year.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Beginning FY 2023, the amount of tax credits that can be issued increases to seventy percent (70%) of the amount such taxpayer contributes to a maternity home. The taxpayer shall not be allowed to claim a tax credit unless the total amount of such taxpayer's contribution to the centers is at least one hundred dollars ($100) in value. The amount of the tax credit claimed must not be in excess of the taxpayer's state tax liability for the tax year that the credit is claimed and shall not exceed fifty thousand ($50,000) dollars per tax year. Prior to FY23, A taxpayer was allowed to claim a tax credit in the amount equal to fifty percent (50%). Shelters must submit an application annually to be classified as a qualifying agency to receive donations eligible for the Maternity Home Tax Credit.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ N/A None x

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

The annual cap for this credit was removed beginning FY 2023.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

In the 2021 legislative session, the sunset was removed from the Maternity Home tax credit (HB 430).

Specific Provisions: (if applicable)

Carry forward 1 year | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset Choose | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

Starting July 1,2022, the percentage of tax credit increased from 50% to 70%. Prior to FY23, $3,500,000 was allocated annually to qualifying maternity homes and allotments were revised during the year at the Department's discretion in an effort to fully utilize the maximum tax credit possible. In FY 2020, the cap increased to $3,500,000 from $2,500,000.

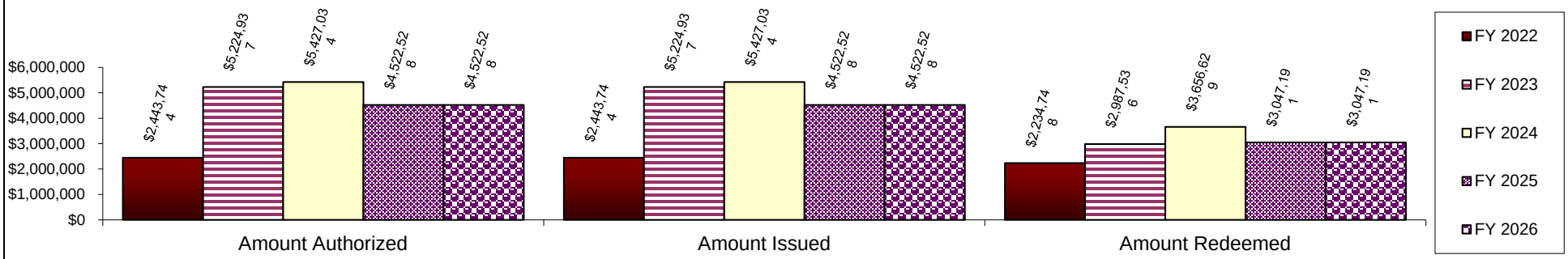
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	1,575	2,125	2,138	*912*	1,944	1,944
Projects/Participants (#)	N/A	N/A	N/A	N/A	N/A	N/A
Amount Authorized	$2,443,744	$5,224,937	$5,427,034	*$1,570,625*	$4,522,528	$4,522,528
Amount Issued	$2,443,744	$5,224,937	$5,427,034	*$1,570,625*	$4,522,528	$4,522,528
Amount Redeemed	$2,234,748	$2,987,536	$3,656,629	*$1,567,873*	$3,047,191	$3,047,191

FY 2024 EST. Amount Outstanding $0.00 | FY 2024 EST. Amount Authorized but Unissued N/A

TAX CREDIT ANALYSIS

Program Name: Maternity Home

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Projected Certificates Issued is calculated using 10% growth. Authorized, Issued, and Redeemed projections are calculated using 20% growth.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

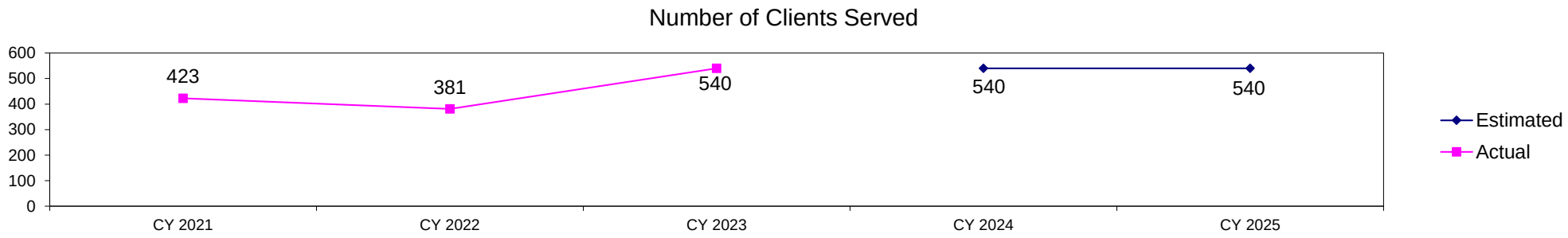
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits	$10,854,068	
Total	$10,854,068	$0
COSTS		
Direct Fiscal Costs	$3,677,640	
Indirect Fiscal Costs		
Total	$3,677,640	$0
BENEFIT: COST	**2.95**	**#DIV/0!**

Derivation of Benefits:
Indirect fiscal benefits are the total amount of donations received by qualifying agencies that contributed toward the cost of assisting their clients who may have, otherwise, accessed state assistance. (Credits issued reflect 70% of total donations received)

Direct costs are the amount of credits that redeemed in FY 24 ($3,656,629) plus the cost for salary and fringe to administer the tax credit ($21,011).

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Calculated for calendar year (January - December). Calendar year 2024 actual will be available June, 2025. Reduction in number of clients served in 2020 can be attributed to COVID-19. Projected number of clients increased to reflect changes in the tax credit statute.

TAX CREDIT ANALYSIS

TAX CREDIT ANALYSIS, FY 2026 BUDGET SUBMISSION

Program Name: Pregnancy Resource Center

Department: Social Services | **Contact Name & No.:** Patrick Luebbering (573) 751-7533 | **Date:** January 2025

Program Category: Domestic and Social | **Type:** Tax Credit | Other:

Statutory Authority: 135.630 RSMo | **Applicable Taxes:** Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance

Tax Credit Creation Date: Aug. 28, 2006 | **Year of Last Legislative Change:** Aug. 28, 2019

Program Description and Eligibility Requirements:

A qualified pregnancy resource center may apply for tax credits on behalf of taxpayers who make contributions to the agency. The amount of tax credit issued may be equivalent to up to seventy percent of the contribution to the agency. Credits shall not be less than fifty dollars ($50) and can not exceed fifty thousand dollars ($50,000) to an individual taxpayer in a fiscal year. Pregnancy resource centers must submit an application to the Department to be certified to received donations eligible for the Pregnancy Resource Center Tax Credit. An agency must be a non-residential facility located in this state which is exempt from income taxation under the United States Internal Revenue Code and is established for the purpose of providing assistance to women with unplanned or crisis pregnancies, or similar services to encourage and assist women in carrying their pregnancies to term. These facilities do not perform childbirths nor do they perform, induce or refer for abortion. All services are provided in accordance with Missouri statute at no cost to clients.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

The Pregnancy Resource Center Tax Credit program became effective January 1, 2007. A taxpayer shall be allowed to claim a tax credit against the taxpayer's state tax liability, in an amount equal to seventy percent (70%) of the amount such taxpayer contributed to a pregnancy resource center. The taxpayer shall not be allowed to claim a tax credit unless the total amount of such taxpayer's contribution to the centers is at least one hundred dollars ($100) in value. The amount of the tax credit claimed must not be in excess of the taxpayer's state tax liability for the taxable year that the credit is claimed and shall not exceed fifty thousand ($50,000) dollars per taxable year.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ N/A None x

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

Effective FY 2021, there is no cap to the amount of credits that can be claimed for those qualifying pregnancy resource centers that have submitted an application and supporting documentation to the Department of Social Services. Prior to this date, annual allocation could not exceed $3.5 million.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

In the 2019 legislative session, the sunset was removed from the Pregnancy Resource Center tax credit (HB 126).

Specific Provisions: (if applicable)

Carry forward: 1 year | Carry Back: n/a | Refundable: No | Apportioned: No | Appropriated: No

Sellable/Assignable: No | Organizations Remit an Offset: No | Additional Federal Deductions/Credits Available: No

Comments on Specific Provisions:

The four year carryover ended August 28, 2018. After that date, the carryover is for one year.

Legislative / General Assembly Action(s) During Prior Five Years:

Beginning January 1, 2021, the percentage of credit was increased from 50% to 70% during the the 2019 legislative session. The annual cap of $3.5 million was removed beginning July 1, 2021.

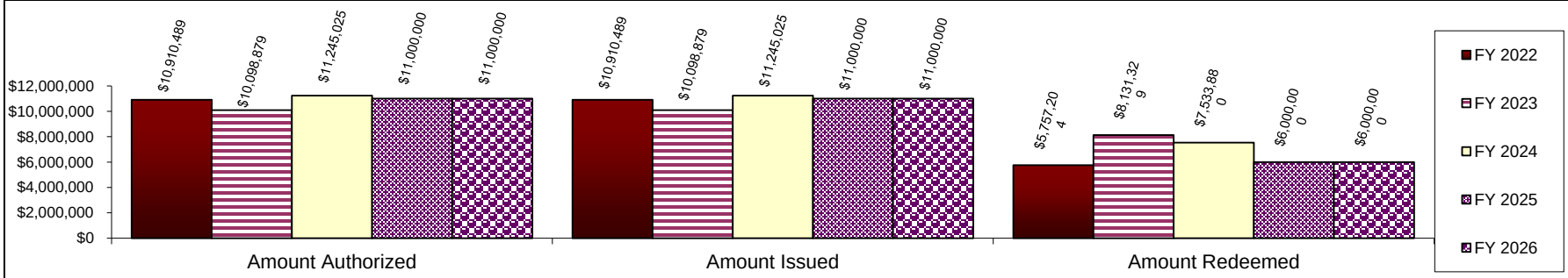
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	6,986	7,224	7,797	*2,581*	7,000	7,000
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$10,910,489	$10,098,879	$11,245,025	*$3,561,830*	$11,000,000	$11,000,000
Amount Issued	$10,910,489	$10,098,879	$11,245,025	*$3,561,830*	$11,000,000	$11,000,000
Amount Redeemed	$5,757,204	$8,131,329	$7,533,880	*$2,656,494*	$6,000,000	$6,000,000

FY 2024 EST. Amount Outstanding $5,678,695.32 | FY 2024 EST. Amount Authorized but Unissued N/A

TAX CREDIT ANALYSIS

Program Name: Pregnancy Resource Center

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

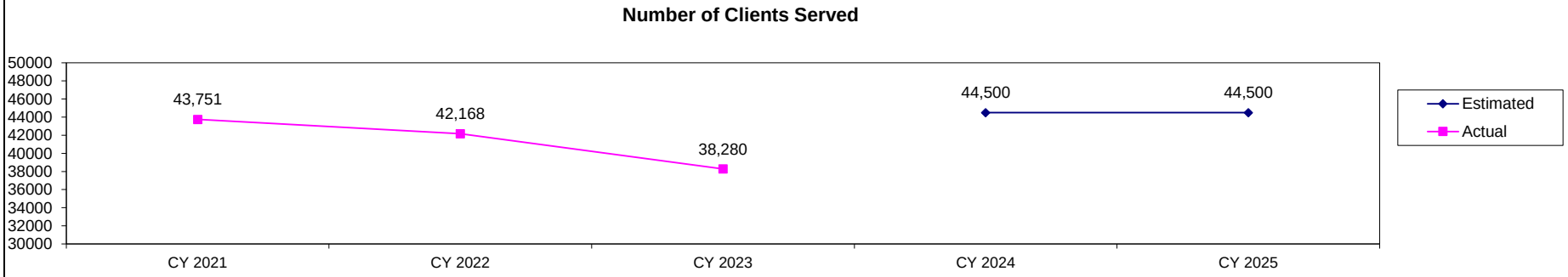
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits	$16,064,321	
Total	$16,064,321	$0
COSTS		
Direct Fiscal Costs	$7,567,497	
Indirect Fiscal Costs		
Total	$7,567,497	$0
BENEFIT: COST	**2.12**	**#DIV/0!**

Derivation of Benefits:
Indirect fiscal benefits are the total amount of donations received by qualifying agencies that contributed toward the cost of assisting their clients who may have, otherwise, accessed state assistance. (Credits issued reflect 70% of total donations received)

Direct costs are the amount of credits that redeemed in FY 24 ($7,544,880) plus the cost for salary and fringe to administer the tax credit ($33,617).

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Clients served are reported on a calendar year. CY 2024 will be available June, 2025

TAX CREDIT ANALYSIS

TAX CREDIT ANALYSIS, FY 2026 BUDGET SUBMISSION

Program Name: Residential Treatment Agency

Department: Social Services | **Contact Name & No.:** Patrick Luebbering (573) 751-7533 | **Date:** January 2025

Program Category: Domestic and Social | **Type:** Tax Credit | Other:

Statutory Authority: 135.1150 RSMo | **Applicable Taxes:** Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance

Tax Credit Creation Date: Aug. 28, 2006 | **Year of Last Legislative Change:** Aug. 28, 2015

Program Description and Eligibility Requirements:

A qualified residential treatment agency may apply for tax credits on behalf of taxpayers who make eligible donations to the agency. The amount of total credits available to any qualified residential treatment agency can not exceed the total funds received from the Department of Social Services (DSS) in the preceding twelve months. Those who donate to qualifying providers are eligible to receive a tax credit up to fifty percent of their donation. Qualified residential treatment agencies that accept these donations are required to remit payment equivalent to the amount of the tax credit to the Department of Social Services.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Residential Treatment is a contributory program. Taxpayers are eligible for a tax credit equivalent to up to fifty percent of an eligible donation to a qualified residential treatment agency. The residential treatment agency accepting the qualified donation must remit payment to the DSS equivalent to fifty percent of the donation received (the amount of the tax credit to be issued). Since January 1, 2007, any taxpayer is allowed to claim a credit against their state tax liability equivalent to fifty percent (50%) of the eligible donation the taxpayer made to a qualified residential treatment agency. The amount of the tax credit claimed may not exceed the amount of the taxpayer's state tax liability in the tax year that the credit is being claimed. Any tax credit that cannot be claimed in the taxable year during which the contribution is made will not be refunded, but is allowed to be carried forward and used against the taxpayer's state tax liability for four (4) subsequent years. The tax credit issued to taxpayer(s) may be applied to state liability taxes in the amount not to exceed fifty percent of an eligible donation made to a qualifying residential treatment agency. Qualifying residential treatment agencies must have a current contract with the Children's Division. Total credits issued can not exceed the total payments made by DSS to the Residential Treatment Agency during the twelve months preceding the month the application was received by DSS.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None x

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

Qualifying residential treatment agencies must submit payment equivalent to the amount of tax credit issued. As a result, no cap is applied to this tax credit.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Senate Bill 463 (2015) removed the sunset.

Specific Provisions: (if applicable)

Carry forward: 4 years | Carry Back: n/a | Refundable: No | Apportioned: No | Appropriated: No

Sellable/Assignable: Yes | Organizations Remit an Offset: Yes | Additional Federal Deductions/Credits Available: No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

No legislative or General Assembly actions have taken place in the last five years.

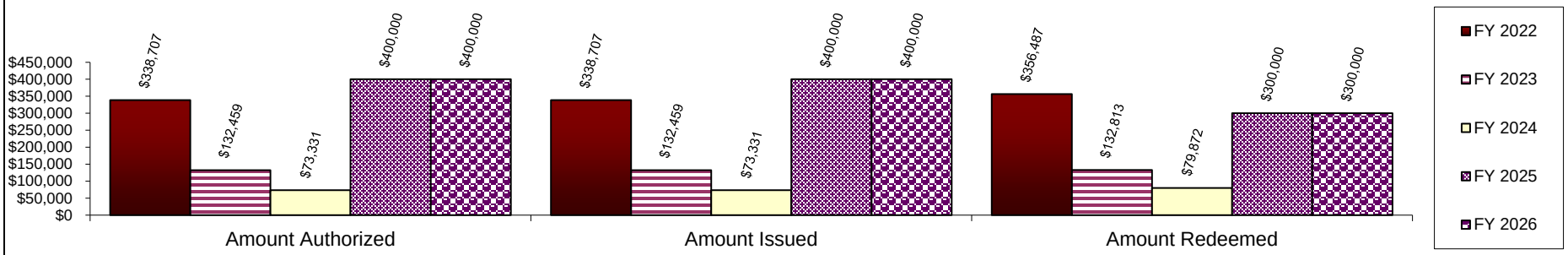
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	235	99	48	*1*	260	260
Projects/Participants (#)	N/A	N/A	0	*0*	0	0
Amount Authorized	$338,707	$132,459	$73,331	*$1,500*	$400,000	$400,000
Amount Issued	$338,707	$132,459	$73,331	*$1,500*	$400,000	$400,000
Amount Redeemed	$356,487	$132,813	$79,872	*$12,382*	$300,000	$300,000

FY 2024 EST. Amount Outstanding $81,851.71 | FY 2024 EST. Amount Authorized but Unissued N/A

TAX CREDIT ANALYSIS

Program Name: Residential Treatment Agency

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

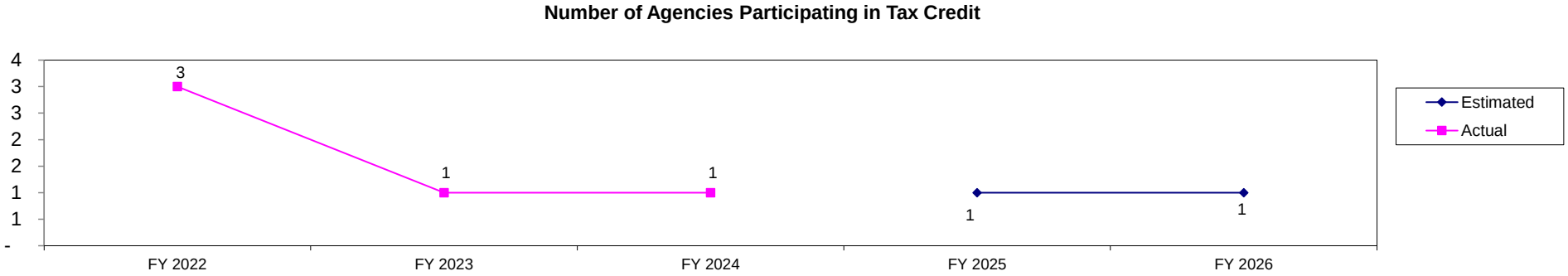
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$146,662	
Indirect Fiscal Benefits		
Total	$146,662	$0
COSTS		
Direct Fiscal Costs	$84,074	
Indirect Fiscal Costs		
Total	$84,074	$0
BENEFIT: COST	**1.74**	**#DIV/0!**

Derivation of Benefits:
Direct benefits are contributions to the Residential Treatment providers under this program that are used solely to provide direct care services to children who are residents of this state. (Credits issued reflect 50% of total donations received)

Direct costs are the amount of credits that redeemed in FY 24 ($79,872) plus the cost for salary and fringe to administer the tax credit ($4,202).

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

TAX CREDIT ANALYSIS, FY 2026 BUDGET SUBMISSION

Program Name:	Shelter for Victims of Domestic Violence and Rape Crisis Centers				
Department:	Social Services	**Contact Name & No.:**	Patrick Luebbering (573) 751-7533	**Date:**	January 2025
Program Category:	Domestic and Social	**Type:**	Tax Credit	Other:	
Statutory Authority:	135.550 RSMo	**Applicable Taxes:**	Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance		
Tax Credit Creation Date:	Aug. 28, 1997	**Year of Last Legislative Change:**	Aug. 28, 2021		

Program Description and Eligibility Requirements:
Allows a tax credit for taxpayers to apply to their state liability taxes in an amount not to exceed seventy percent of a contribution made to a qualifying domestic violence shelter. Contributions can include cash, stocks, bonds or other marketable securities, or real property, with a value of one hundred dollars ($100) or more.

Explanation of How Award is Computed: **Entitlement** Yes **Discretionary** No

Beginning FY 2023, the amount of tax credits that can be issued increases to seventy percent (70%) of an eligible contribution to a qualified domestic violence shelter and rape crisis center. Contributions must have a value of at least $100 and can not exceed $100,000 per taxpayer during any fiscal year. Eligible tax credits can not exceed the taxpayers state income tax liability for the year the credit is claimed. Prior to FY23, taxpayers were eligible for a tax credit equivalent to up to fifty percent (50%).

Shelters must submit an application annually to be classified as a qualifying agency to receive donations eligible for the Domestic Violence Shelter Tax Credit.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ _____ None x

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Beginning FY 2023, there will be no cap on the amount of credits that can be claimed. Prior to FY23 there was $2 million annually allocated to those qualifying domestic violence shelters that have submitted an application and supporting documentation to the Department of Social Services.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
There was no sunset established for this program when it was created in 1997.

Specific Provisions: (if applicable)

Carry forward 4 years Carry Back n/a Refundable No Apportioned No Appropriated No

Sellable/Assignable No Organizations Remit an Offset No Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
During the 2021 legislative session, the credit percentage increased from 50% to 70%. During the 2021 legislative session, the annual credit limit of $2 million was removed.

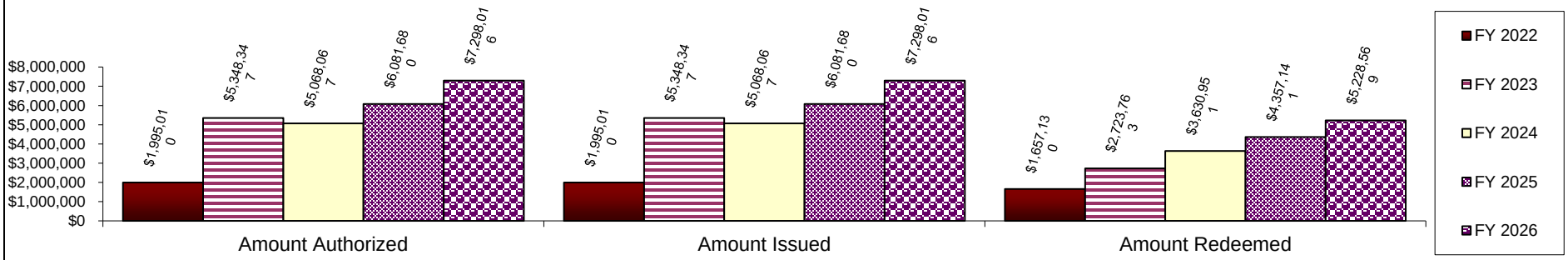
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	1,904	3,072	2,950	*946*	3,245	3,570
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$1,995,010	$5,348,347	$5,068,067	*$1,622,814*	$6,081,680	$7,298,016
Amount Issued	$1,995,010	$5,348,347	$5,068,067	*$1,622,814*	$6,081,680	$7,298,016
Amount Redeemed	$1,657,130	$2,723,763	$3,630,951	*$1,509,334*	$4,357,141	$5,228,569

FY 2024 EST. Amount Outstanding	$4,851,647.16	FY 2024 EST. Amount Authorized but Unissued	N/A

TAX CREDIT ANALYSIS

Program Name: Shelter for Victims of Domestic Violence and Rape Crisis Centers

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Projected Certificates Issued is calculated using 10% growth. Authorized, Issued, and Redeemed projections are calculated using 20% growth.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

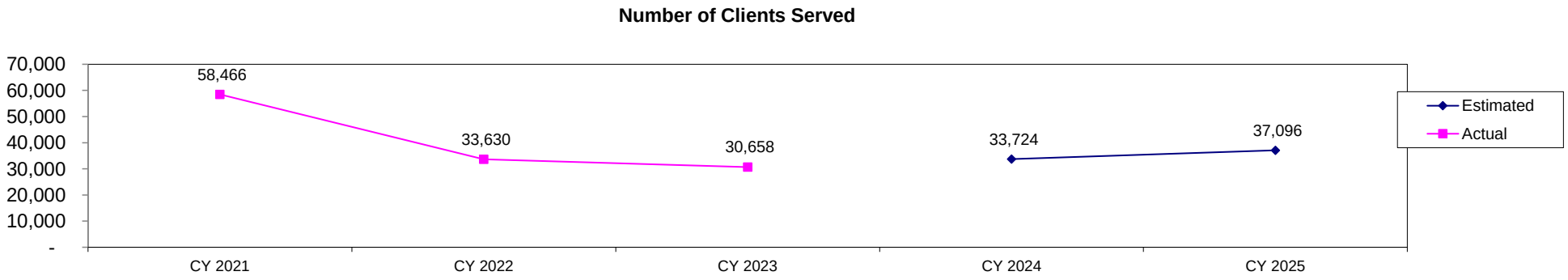
	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits		
Indirect Fiscal Benefits	$7,240,096	
Total	$7,240,096	$0
COSTS		
Direct Fiscal Costs	$3,647,760	
Indirect Fiscal Costs		
Total	$3,647,760	$0
BENEFIT: COST	**1.98**	**#DIV/0!**

Derivation of Benefits:
Indirect fiscal benefits are the total amount of donations received by qualifying agencies that contributed toward the cost of assisting their clients who may have, otherwise, accessed state assistance. (Credits issued reflect 70% of total donations received)

Direct costs are the amount of credits that redeemed in FY 24 ($3,630,951) plus the cost for salary and fringe to administer the tax credit ($16,809).

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Calculated on calendar year (January - December). Calendar year 2024 actual will not be available until June, 2025.

TAX CREDIT ANALYSIS

Program Name:	Agricultural Product Utilization Contributor Tax Credit Program				
Department: Agriculture		**Contact Name & No.:**	Jill S Wood 573-751-5624	**Date:**	12/31/2024
Program Category:	Agricultural	**Type:**	Tax Credit	Other:	
Statutory Authority:	348.430 RSMo	**Applicable Taxes:**	Income (143 RSMo), Franchise (147 RSMo), and Financial Institution (148 RSMo)		
Tax Credit Creation Date:	July 2, 1999 1999 H.B. 888	**Year of Last Legislative Change:**	FY 2022 Special Session		

Program Description and Eligibility Requirements:
A contributor who contributes funds to the Missouri Agricultural and Small Business Development Authority may receive a tax credit in an amount up to one hundred percent of such contribution. A contributor can be an individual, partnership, corporation, trust, limited liability company, entity or person that contributes cash funds to the authority. The funds derived from contributions shall be used for financial assistance or technical assistance in the form of value-added grants to rural agricultural business concepts. The authority may also provide or facilitate loans, equity investments, or guaranteed loans for rural agricultural business concepts.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
A contributor who contributes funds to the Missouri Agricultural and Small Business Development Authority may receive a tax credit in an amount up to one hundred percent of such contribution. The awarding of the credit is based on the least amount of credits necessary to provide incentive for the contributions. All contributors submit an application which must be approved by the MASBDA Commission prior to issuance.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 6,000,000 None _____

Cap Shared Between Programs Yes **Which Program(s)?** **New Generation Cooperative Incentive Tax Credit Program**

Explanation of Cap:
The aggregate of tax credits issued per fiscal year pursuant to sections 348.430 and 348.432 shall not exceed six million dollars. If on May 1st of each year the Missouri Agricultural and Small Business Development Authority determines that any of the $6,000,000 will not be utilized as New Generation Cooperative Incentive Tax Credits then the unused credits may be sold as Agricultural Product Utilization Contributor Tax Credits. Credits not issued as New Generation Cooperative Incentive Tax Credits or sold as Agricultural Product Utilization Contributor Tax Credits lapse June 30th of each year.

Sunset Provision: Yes Date of Sunset 31-Dec-28 Date of Last Sunset Extension FY 2022 Special Session

Explanation of Expiration of Authority:
The provision of sections 348.430 RSMo shall expire on December 31, 2028 pursuant to 348.436 RSMo. This program was extended during FY 22 1st Special Session on H.B. 3 to take effect on January 2, 2023.

Specific Provisions: (if applicable)

Carry forward	4 years	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	Yes
Sellable/Assignable	Yes	Organizations Remit an Offset	Yes	Additional Federal Deductions/Credits Available	Yes				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
This program was extended during FY 22 1st Special Session on H.B. 3 to take effect on January 2, 2023. The sunset date was changed to December 31, 2028.

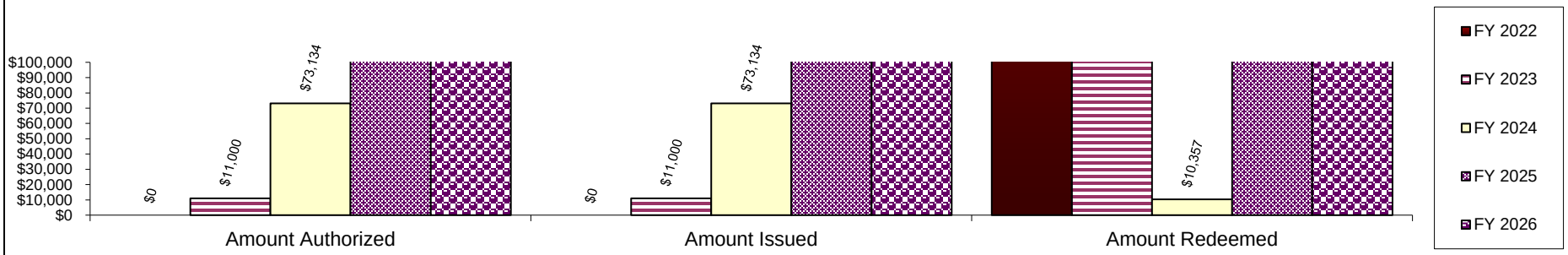
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	2	4	*0*	25	25
Projects/Participants (#)	12	9	5	*0*	27	27
Amount Authorized	$0	$11,000	$73,134	*$0*	$5,000,000	$3,000,000
Amount Issued	$0	$11,000	$73,134	*$0*	$5,000,000	$3,000,000
Amount Redeemed	$305,376	$137,762	$10,357	*$1,212*	$1,000,000	$1,000,000

FY 2024 EST. Amount Outstanding	$1,623,930	FY 2024 EST. Amount Authorized but Unissued	$0

TAX CREDIT ANALYSIS

Program Name: Agricultural Product Utilization Contributor Tax Credit Program

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Agricultural Product Utilization Contributor Tax Credits was extended during FY 22 1st Special Session on H.B. 3 which updated the expiration date to December 31, 2028.

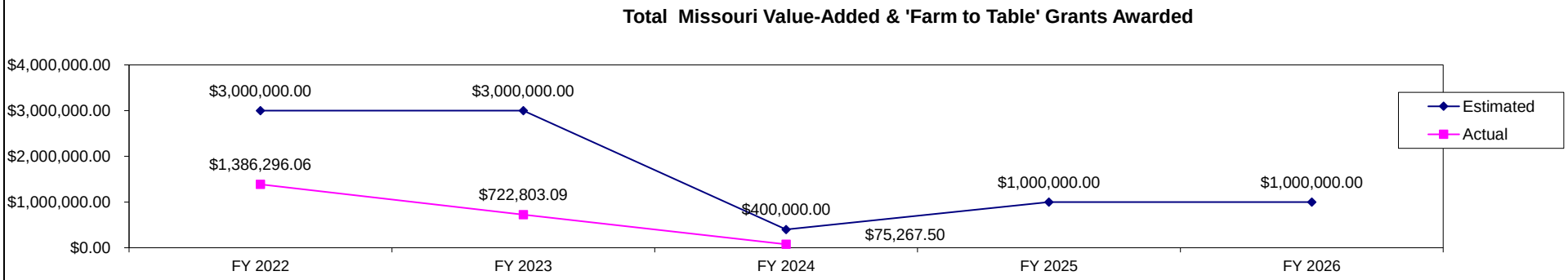
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (FY00-FY23)
BENEFITS		
Direct Fiscal Benefits	$186,028	$25,585,514
Indirect Fiscal Benefits	$178,200	$40,252,341
Total	$364,228	$65,837,855
COSTS		
Direct Fiscal Costs	$15,497	$28,916,177
Indirect Fiscal Costs		
Total	$15,497	$28,916,177
BENEFIT: COST	**23.50**	**2.28**

Derivation of Benefits:
Benefits are based on grant dollars actually paid. Payments are broken into NAICS Codes. Total value-added (direct and indirect fiscal benefits) to the state of Missouri are estimated by IMPLAN. Value-Added Grants are awarded for pre-business start-up costs such as feasibility studies, marketing studies, business planning, etc. and 'Farm to Table' Value-Added Grants. Biofuel Infrastructure Program grants were added to the benefits calculation in FY 22. This program grants are awarded for the entities who were awarded an USDA HBIIP grant and the BIP grants cover up to 25% of the entities required cash match, not to exceed $200,000 per entity.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
In fiscal year 2024, only statewide grants will be funded. If a funded study demonstrates the potential for a project, then the cost of the study becomes one small part of the actual cost of the project. If the project is successful, it generates a good benefit cost ratio. If the study finds that the project is not feasible, the benefits of the project are the savings of investments that would have been lost. In which case the benefit cost ratio is very high. However, this analysis includes only actual grant dollars and does not take into account whether or not a project is feasible. If a project becomes operational and receives New Generation Cooperative Incentive Tax Credits then those benefits are accounted for in the New Generation Cooperative Incentive Tax Credit Program's tax credit analysis.

TAX CREDIT ANALYSIS

Program Name:	**Family Farm Breeding Livestock Loan Program**				
Department: Agriculture		**Contact Name & No.:**	Jill S. Wood (573) 751-5624	**Date:**	12/31/2024
Program Category:	Agricultural	**Type:**	Tax Credit	Other:	
Statutory Authority:	348.500, 348.505 RSMo Effective August 2006	**Applicable Taxes:**	Income (143 RSMo), Franchise (147 RSMo), and Financial Institution (148 RSMo)		
Tax Credit Creation Date:	August 28, 2006 2006 S.B. 1017	**Year of Last Legislative Change:**	FY 2022 Special Session		

Program Description and Eligibility Requirements:
This program provides Missouri Tax Credits to lenders in lieu of the first year of interest being paid on breeding livestock loans made to "small farmers" who are Missouri residents and who have less than $500,000 in gross sales per year. Maximum eligible loan cannot exceed 90% of the cost of purchasing breeding livestock. Small Farmers are not limited on the amount of times they use the program or the type of livestock. The maximum amount of loan for each type of livestock is: Beef or Dairy cattle $150,000; Sheep or Goats $60,000; Swine $70,000.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
A lender can request a tax credit for the first year's interest waived on a loan to a "Small Missouri Farmer" that makes a loan for the purchase of breeding livestock. Each request shall include a true copy of the loan documents. All participants must submit an application which must be approved by the MASBDA Commission prior to tax credit issuance.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 300,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Fiscal year limits are set in 348.505.1 RSMo as are individual loan limits. Beef and dairy = $150,000, swine = $70,000, sheep and goats = $60,000.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward 3 years Carry Back n/a Refundable No Apportioned No Appropriated Yes

Sellable/Assignable Yes Organizations Remit an Offset Yes Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
During FY 22 1st Special Session on HB 3, the 'small farmer' gross sales per year was increased to $500,000, the maximum loan amount per type of livestock was increased, and the restriction of only allowing a small farmer to use once was removed.

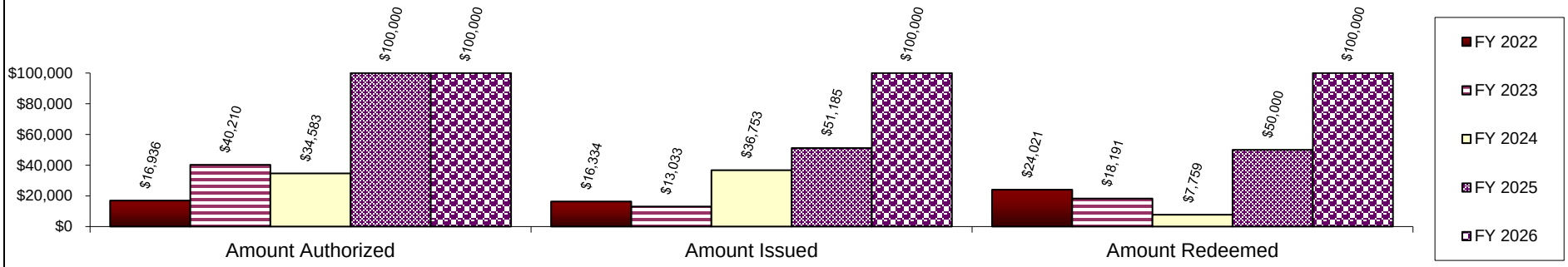
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	8	5	10	*3*	11	20
Projects/Participants (#)	13	15	19	*17*	29	50
Amount Authorized	$16,936	$40,210	$34,583	*$89,489*	$100,000	$100,000
Amount Issued	$16,334	$13,033	$36,753	*$14,175*	$51,185	$100,000
Amount Redeemed	$24,021	$18,191	$7,759	*$11,210*	$50,000	$100,000

FY 2024 EST. Amount Outstanding $256,848 FY 2024 EST. Amount Authorized but Unissued $34,583

TAX CREDIT ANALYSIS

Program Name: **Family Farm Breeding Livestock Loan Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
During FY 22 1st Special Session on HB 3, the 'small farmer' gross sales per year was increased to $500,000, the maximum loan amount per type of livestock was increased, and the restriction of only allowing a small farmer to use once was removed.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

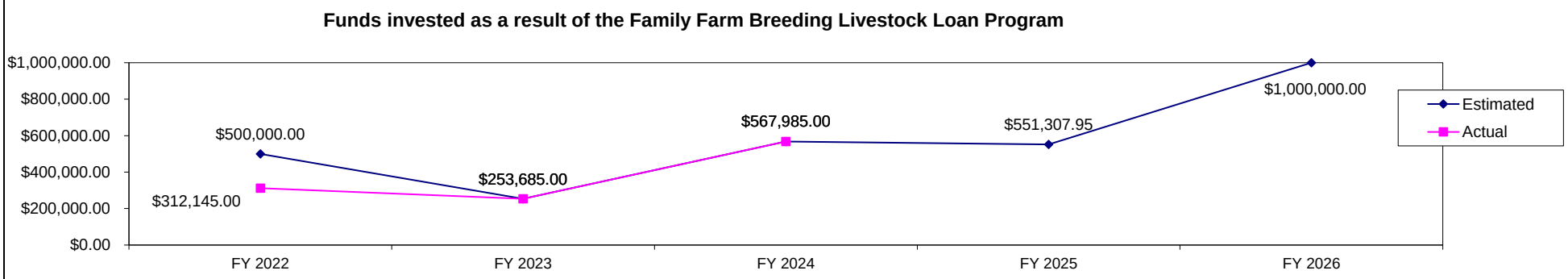
	FY 2024 ACTIVITY	Other Fiscal Period (FY08-FY23)
BENEFITS		
Direct Fiscal Benefits	$36,753	$918,930
Indirect Fiscal Benefits	$48,769	$6,298,949
Total	$85,522	$7,217,879
COSTS		
Direct Fiscal Costs	$19,093	$951,871
Indirect Fiscal Costs		
Total	$19,093	$951,871
BENEFIT: COST	**4.48**	**7.58**

Derivation of Benefits:

University of Missouri Commercial Ag Program estimates that beef cows have a positive economic impact of $1.36 per pound of beef produced.
Source: Missouri Value-Added Beef Study, March 2016
325 beef cows x 90% calf crop x 525 lb. wean weight x $.30/lb.
90 sheep x 120 average weight of market lambs x $.25/lb.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:

TAX CREDIT ANALYSIS

Program Name:	**Meat Processing Facility Investment Tax Credit**				
Department: Agriculture		**Contact Name & No.:**	Jill S. Wood, 573-751-5624	**Date:**	12/31/2024
Program Category:	Agricultural	**Type:**	Tax Credit	Other:	
Statutory Authority:	135.686 RSMo	**Applicable Taxes:**	Income (143 RSMo Excluding 143.191 to 143.265 RSMo), Franchise (147 RSMo)		
Tax Credit Creation Date:	August 28, 2016 L. 2016 S.B. 665	**Year of Last Legislative Change:**	FY 2022 Special Session		

Program Description and Eligibility Requirements:
To stimulate investment in the meat processing industry in Missouri and to enable the livestock industry to capture more value in the form of further processed meat products. To be eligible, the owner and operator has to complete a meat processing facility modernization and or expansion activity(ies) on or after January 1, 2017 through December 2028; a resident of Missouri; the facility must be in Missouri; certified through E-Verify program and in good standing with USDA and or Missouri Department of Agriculture's inspection(s). Also, whomever owns a meat processing facility located in Missouri and employs a combined total of fewer than five hundred individuals in all meat processing facilities owned by the individual or entity in this country.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
The tax credit is 25% of the total qualifying meat processing facility modernization and or expansion expenses paid in the tax year. There is a $75,000 maximum tax credit per meat processing facility per tax year allowed. All participants must submit an application which must be approved by the MASBDA Commission prior to tax credit issuance.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 2,000,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
The tax credits will be issued on an as-received basis until the calendar year limit of $2 million is reached. Any tax credits not issued in any calendar year shall expire and shall not be issued in any subsequent years. Maximum fiscal year amount is set in 135.686.4 RSMo.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
For all taxable years beginning on or after January 1, 2017, but ending on or before December 31, 2028, a taxpayer shall be allowed a tax credit for meat processing modernization or expansion related to the taxpayer's meat processing facility that employs a combined total of fewer than five hundred individuals in all meat processing facilities owned by the individual or entity in this country. This tax credit program is for expenditures made on or before December 31, 2028.

Specific Provisions: (if applicable)

Carry forward	4 years	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	Yes
Sellable/Assignable	Yes	Organizations Remit an Offset	Yes	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
Tax credit program was renewed during FY 22 1st Special Session on HB 3., which extended the taxable year to December 31, 2028; owns a meat processing facility located in the state and employs a combined total of fewer than five hundred individuals in all meat processing facilities owned by the individual or entity in this country.

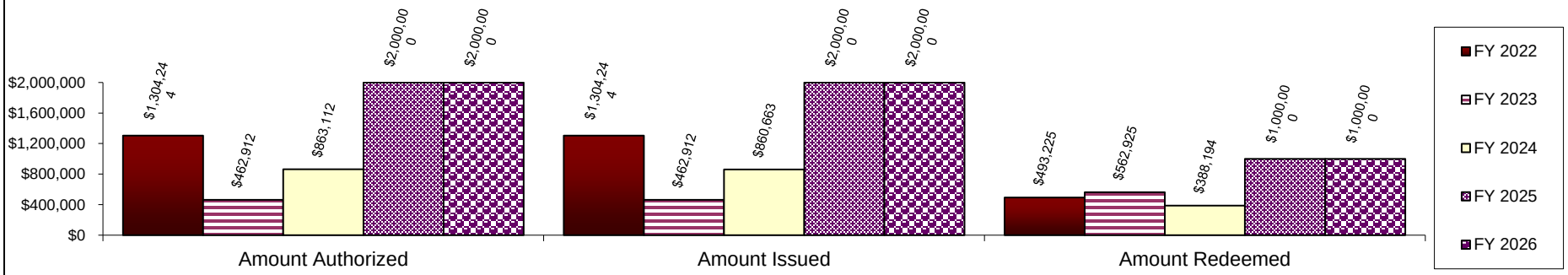
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	24	8	18	*8*	30	30
Projects/Participants (#)	23	8	18	*8*	30	30
Amount Authorized	$1,304,244	$462,912	$863,112	*$297,891*	$2,000,000	$2,000,000
Amount Issued	$1,304,244	$462,912	$860,663	*$297,891*	$2,000,000	$2,000,000
Amount Redeemed	$493,225	$562,925	$388,194	*$371,960*	$1,000,000	$1,000,000

FY 2024 EST. Amount Outstanding	$2,836,843	FY 2024 EST. Amount Authorized but Unissued	$

TAX CREDIT ANALYSIS

Program Name: **Meat Processing Facility Investment Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
Tax credit program was renewed during FY 22 1st Special Session on HB 3. Due to the length of the rulemaking process, MASBDA began accepting application on October 2, 2023 for expenditures made starting January 1, 2022 and after.

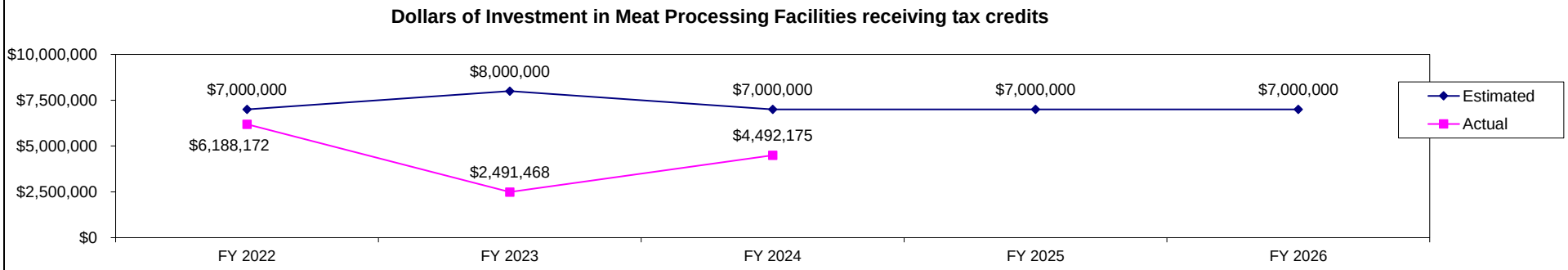
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (FY17-FY23)
BENEFITS		
Direct Fiscal Benefits	$497,523	$2,434,292
Indirect Fiscal Benefits	$1,905,561	$7,081,700
Total	$2,403,084	$9,515,992
COSTS		
Direct Fiscal Costs	$408,840	$2,365,507
Indirect Fiscal Costs		
Total	$408,840	$2,365,507
BENEFIT: COST	**5.88**	**4.02**

Derivation of Benefits:
IMPLAN economic modeling software was used to quantify direct and indirect fiscal benefits to Missouri state taxes. These benefits were derived from construction impacts (based on investment dollars) and operational impacts (based on new direct jobs added at the plants) as a result of modernization and or expansion of the facilities.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Tax credit program was renewed during FY 22 1st Special Session on HB 3. Due to the length of the rulemaking process, MASBDA will start accepting application on October 2, 2023 for expenditures made starting January 1, 2022 and after. This tax credit program is for expenditures made on or before December 31, 2028.

TAX CREDIT ANALYSIS

Program Name: **New Generation Cooperative Incentive Tax Credit Program**

Department: Agriculture | **Contact Name & No.:** Jill S. Wood 573-751-5624 | **Date:** 12/31/2024

Program Category: Agricultural | **Type:** Tax Credit | Other:

Statutory Authority: 348.432 RSMo | **Applicable Taxes:** Income (143 RSMo), Franchise (147 RSMo), and Financial Institution (148 RSMo)

Tax Credit Creation Date: July 2, 1999 1999 H.B. 888 | **Year of Last Legislative Change:** FY 2022 Special Session

Program Description and Eligibility Requirements:

To induce private investment into "Eligible new generation processing entities" which will; result in the processing of Missouri agricultural commodities and agricultural products into value-added goods, provide substantial benefit to Missouri's agricultural producers, and result in the creation of jobs for Missourians. Eligible "Producer members" investing in an "Eligible new generation processing entity" (which is either a "Development facility" or a "Renewable fuel production facility") may receive the tax credit.

"Eligible new generation processing entity" is a partnership, corporation, cooperative, or limited liability company organized or incorporated pursuant to Missouri laws and consisting of not less than twelve members, approved by the authority, for the purpose of owning or operating within Missouri a "Development facility" or a "Renewable fuel production facility" in which producer members; (a) hold a majority of the governance or voting rights of the entity and any governing committee; (b) control the hiring and firing of management; and (c) deliver agricultural commodities or products to the entity for processing, unless processing is required by multiple entities.

"Producer member" is a person, partnership, corporation, trust, or limited liability company whose main purpose is agricultural production that invests cash funds in an eligible new generation processing entity.

"Development facility", a facility producing either a good derived from an agricultural commodity or using a process to produce a good derived from an agricultural product.

"Renewable fuel production facility", a facility producing an energy source which is derived from a renewable, domestically grown, organic compound capable of powering machinery, including an engine or power plant, and any by-product derived from such energy source.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes

The lesser of 50% of the eligible producer members' cash investment in an eligible new generation processing entity or $15,000. However, the members investing in a "Large Capital Project" (capital costs greater than one million dollars) may not receive tax credits totaling more than $1.5 million and members investing in an "Employee Qualified Capital Project" (capital costs greater than fifteen million dollars which employ at least sixty employees) may not receive tax credits totaling more than $3.0 million. All participants must submit an application which must be approved by the MASBDA Commission.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 6,000,000 None _____

Cap Shared Between Programs Yes **Which Program(s)?** **Agricultural Product Utilization Contributor Tax Credits**

Explanation of Cap:

The aggregate of tax credits issued per fiscal year pursuant to sections 348.430 and 348.432 shall not exceed six million dollars. If on May 1st of each year the Missouri Agricultural and Small Business Development Authority determines that any of the $6,000,000 will not be utilized as New Generation Cooperative Incentive Tax Credits then the unused credits may be sold as Agricultural Product Utilization Contributor Tax Credits. Credits not issued as New Generation Cooperative Incentive Tax Credits or sold as Agricultural Product Utilization Contributor Tax Credits lapse June 30 of each year.

Sunset Provision: Yes Date of Sunset 31-Dec-28 Date of Last Sunset Extension FY 2022 Special Session

Explanation of Expiration of Authority:

The provisions of sections 348.432 shall expire December 31, 2028 pursuant to 348.436 RSMo. This program was extended during FY 22 1st Special Session on H.B. 3 to take effect on January 2, 2023.

Specific Provisions: (if applicable)

Carry forward 4 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated Yes

Sellable/Assignable Yes | Organizations Remit an Offset Yes | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

This program was extended during FY 22 1st Special Session on H.B. 3 to take effect on January 2, 2023. The sunset date was changed to December 31, 2028.

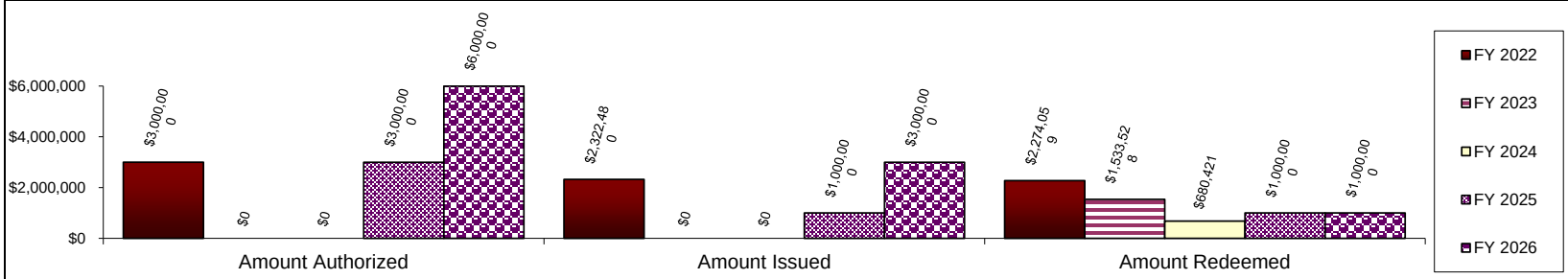
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	370	0	0	*0*	25	100
Projects/Participants (#)	4	0	0	*1*	5	5
Amount Authorized	$3,000,000	$0	$0	*$1,500,000*	$3,000,000	$6,000,000
Amount Issued	$2,322,480	$0	$0	*$0*	$1,000,000	$3,000,000
Amount Redeemed	$2,274,059	$1,533,528	$680,421	*$81,210*	$1,000,000	$1,000,000

FY 2024 EST. Amount Outstanding $10,454,516 | FY 2024 EST. Amount Authorized but Unissued $

TAX CREDIT ANALYSIS

Program Name: **New Generation Cooperative Incentive Tax Credit Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
New Generation tax credits were renewed during FY 22 1st Special Session on H.B. 3 which updated the expiration date to December 31, 2028.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

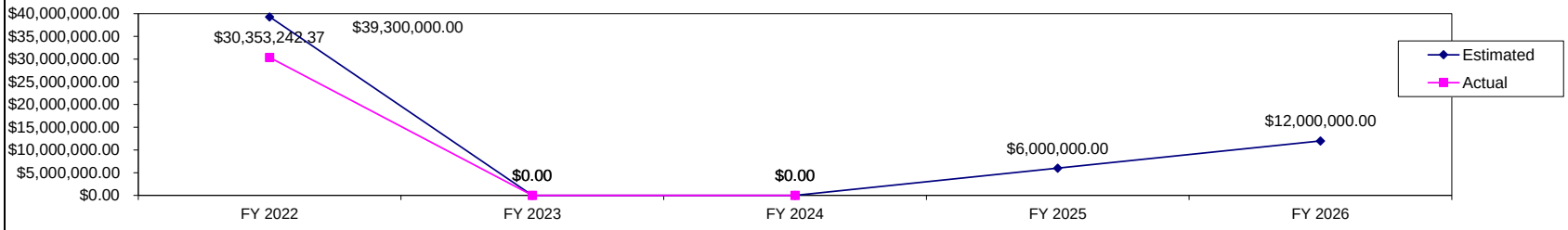
	FY 2024 ACTIVITY	Other Fiscal Period (FY00 - FY23)
BENEFITS		
Direct Fiscal Benefits	$0	$76,464,907
Indirect Fiscal Benefits	$0	$113,424,080
Total	$0	$189,888,987
COSTS		
Direct Fiscal Costs	$686,982	$56,953,978
Indirect Fiscal Costs		
Total	$686,982	$56,953,978
BENEFIT: COST	**0.00**	**3.33**

Derivation of Benefits:
The University of Missouri - Columbia was commissioned to study the costs and benefits of this program in 2008. The ratios determined in their study were applied to the FY23 tax credits issued to determine the direct and indirect benefits, which no tax credits were issued in the fiscal year.
The direct fiscal costs are the tax credits issued * 1.2 (UMC study results)
The indirect fiscal costs are the tax credits issued * 1.5 (UMC study results)

Other Benefits:

PERFORMANCE MEASURE(S)

Total Investment in New Generation Cooperatives



Comments on Performance Measure:
The tax credit program was renewed during FY 22 1st Special Session on H.B. 3 which updated the expiration date to December 31, 2028. No projects were active in fiscal year 2023 or 2024.

TAX CREDIT ANALYSIS

Program Name:	**Qualified Beef Tax Credit**				
Department: Agriculture		**Contact Name & No.:**	Jill S Wood 573-751-5624	**Date:**	12/31/2024
Program Category:	Agricultural	**Type:**	Tax Credit	Other:	
Statutory Authority:	135.679	**Applicable Taxes:**	Income (143 RSMo Excluding 143.191 to 143.265 RSMo), Franchise (147 RSMo)		
Tax Credit Creation Date:	August 28, 2007 L. 2007 1st Ex. Sess H.B. 1	**Year of Last Legislative Change:**	2016		

Program Description and Eligibility Requirements:
Provide Missouri cattle farmers with an economic incentive to background and or finish Missouri born and raised qualified beef cattle in this state.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes

All participants were required to submit an application for review and approval by the MASBDA Commission prior to tax credit issuance.
There are two separate tax credit incentives as of August 28, 2016 and the two tax credit amounts are as follows:

·Any cattle weighing 599 lbs. or less qualify for the ten cents ($.10) per pound. The calculation is the qualifying sale weight minus the baseline weight multiplied by $.10 per pound provided the sale weight is one hundred (100) pounds or greater than the baseline weight.

·Any cattle weighing 600 lbs. or more qualify for the twenty-five cents ($.25) per pound. The calculation is the qualifying sale weight minus the baseline weight multiplied by $.25 per pound provided the sale weight is one hundred (100) pounds or greater than the baseline weight.

·$15,000 maximum credit per tax payer per calendar year allowed.

·MASBDA may waive no more than twenty-five (25%) of the required one hundred (100) pound gain. The waiver shall be based only on any disaster declaration by the U.S. Department of Agriculture.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 0 _____ None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
As of December 31, 2021, the program expired and not renewed. No cap amount in FY 2022 and after. Before the expiration date, the tax credits would be issued on an as-received basis until the calendar year limit of $2 million is reached. The annual limit of $2 million is accumulation of Qualified Beef Tax Credit and Meat Processing Facility Investment Tax Credit programs. Any tax credits not issued in any calendar year shall expire and shall not be issued in any subsequent years. Maximum fiscal year amount is set in 135.679.4 RSMo.

Sunset Provision: Yes Date of Sunset 12/31/2021 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
This authorizing statute for this program expired on December 31, 2021. On May 18, 2018, the House Budget Committee passed a motion stating that no credits are approved for Qualified Beef, pursuant to Section 135.679, RSMo, for any tax year beginning on or after July 1, 2018 and on or before June 30, 2019. This motion has been renewed through remaining life of program. This program did expire on December, 31, 2021 and not renewed.

Specific Provisions: (if applicable)

Carry forward 4 years Carry Back n/a Refundable No Apportioned No Appropriated Yes

Sellable/Assignable Yes Organizations Remit an Offset Yes Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

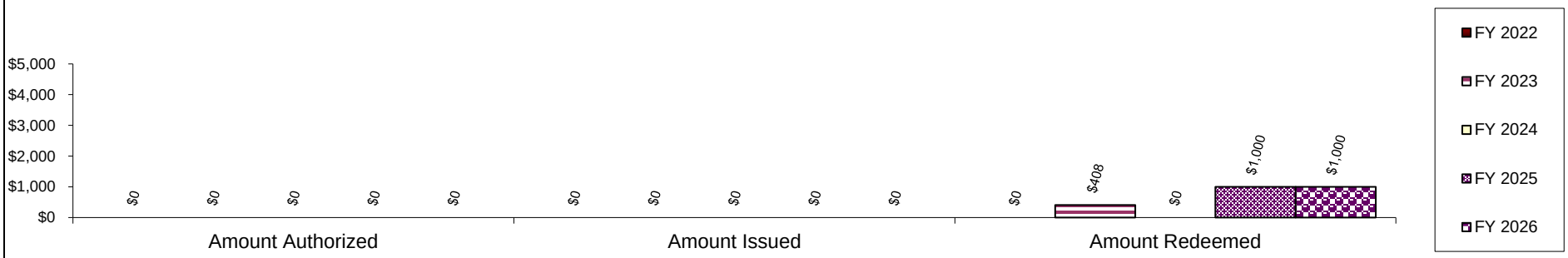
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	0
Projects/Participants (#)	0	0	0	*0*	0	0
Amount Authorized	$0	$0	$0	*$0*	$0	$0
Amount Issued	$0	$0	$0	*$0*	$0	$0
Amount Redeemed	$0	$408	$0	*$0*	$1,000	$1,000

FY 2024 EST. Amount Outstanding	$253,033	FY 2024 EST. Amount Authorized but Unissued	$

TAX CREDIT ANALYSIS

Program Name: **Qualified Beef Tax Credit**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
This program's authorizing statute expired on December 31, 2021. The eligibility dates are subject to change due to action by the House Budget Committee on May 18, 2018, stating that no credits are approved for Qualified Beef, pursuant to Section 135.679, RSMo, for any tax year beginning on or after July 1, 2018 and on or before June 30, 2019. This was extended through remaining life of program. The program did expire on December 31, 2021 and not renewed.

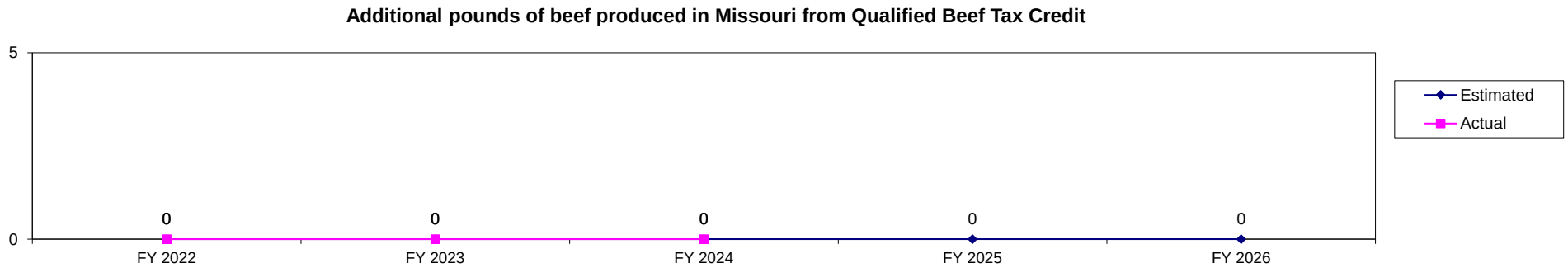
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (FY08 - FY23)
BENEFITS		
Direct Fiscal Benefits	$0	$2,684,646
Indirect Fiscal Benefits	$0	$19,354,726
Total	$0	$22,039,372
COSTS		
Direct Fiscal Costs	$0	$2,072,465
Indirect Fiscal Costs		
Total	$0	$2,072,465
BENEFIT: COST	**#DIV/0!**	**10.63**

Derivation of Benefits:
Commercial Ag Program estimates that a beef cows has a positive economic impact of $1.36 per pound of beef produced. The direct fiscal benefit is the $.10 /$.25 per pound that was paid in tax credits to the farmer, the indirect fiscal benefit is the other $1.26/$1.11 per pound in economic activity generated from the additional retained beef cattle.
Source: Missouri Value-Added Beef Study, March 2016

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
No additional pounds are being added due to the eligibility dates are subject to change due to action by the House Budget Committee on May 18, 2018, stating that no credits are approved for Qualified Beef, pursuant to Section 135.679, RSMo, for any tax year beginning on or after July 1, 2018 and on or before June 30, 2019. This was extended through the life of the program. The program expired on December 31, 2021.

TAX CREDIT ANALYSIS

Program Name:	**Specialty Agricultural Crops Loan Program**				
Department: Agriculture		**Contact Name & No.:**	Jill S. Wood 573-751-5624	**Date:**	12/31/2024
Program Category:	Agricultural	**Type:**	Tax Credit	Other:	
Statutory Authority:	348.491, 348.493 RSMo Effective January 2023	**Applicable Taxes:**	Income (143 RSMo), Franchise (147 RSMo), and Financial Institution (148 RSMo)		
Tax Credit Creation Date:	January 2, 2023 2022 1st Ex. Sess. H.B. 3	**Year of Last Legislative Change:**			

Program Description and Eligibility Requirements:
This program provides Missouri Tax Credits to lenders in lieu of the first year of interest being paid on specialty crop loans made to "family farmers" who are Missouri residents and who have less than $100,000 in agricultural sales per year. Maximum eligible loan cannot exceed 90% of the cost of purchasing specialty crops farming resources or $35,000, whichever is less. Family Farmers are limited to use the program only once per family which have the same physical residence address. Specialty crop is defined as fruits and vegetables, tree nuts, dried fruits, and horticulture and nursery crops including by not limited to floriculture. "Specialty crop" shall not include industrial hemp, medical marijuana, or recreational marijuana.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes
A lender can request a tax credit for the first year's interest waived on a loan to a "Missouri Family Farmer" that makes a loan for the purchase specialty crops farming resources. Each request shall include a true copy of the loan documents. All participants must submit an application which must be approved by the MASBDA Commission prior to tax credit issuance.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 300,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:
Fiscal year limits are set in 348.493.2 RSMo and individual loan limit of $35,000 is set in 348.491.5 RSMo.

Sunset Provision: Yes Date of Sunset 12/31/2028 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:
Program is set to automatically sunset on December 31, 2028, unless reauthorized by an act of the general assembly. 348.491.11 RSMo

Specific Provisions: (if applicable)

Carry forward	3 years	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	Yes
Sellable/Assignable	Yes	Organizations Remit an Offset	Yes	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:
Specialty Agricultural Crops Loan Tax Credit Program was created on H.B. 3 which was passed in FY 2022 1st Special Session and became active January 1, 2023.

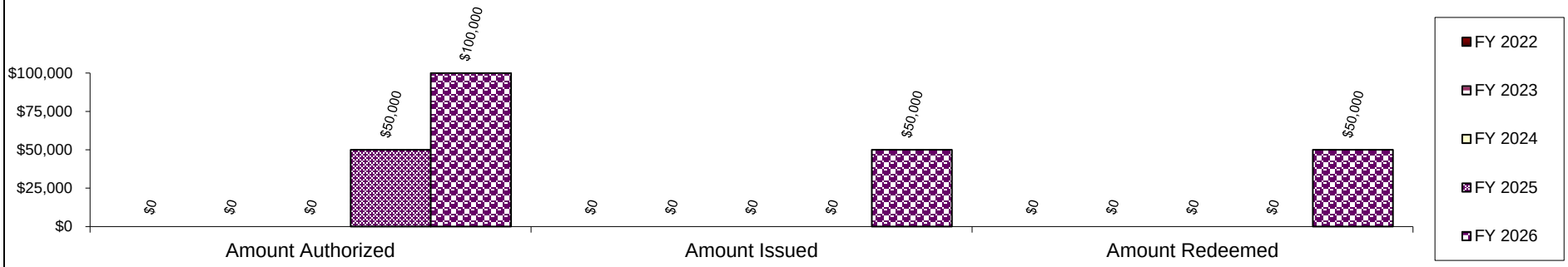
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	0	*0*	0	15
Projects/Participants (#)	0	0	0	*0*	15	30
Amount Authorized	$0	$0	$0	*$0*	$50,000	$100,000
Amount Issued	$0	$0	$0	*$0*	$0	$50,000
Amount Redeemed	$0	$0	$0	*$0*	$0	$50,000

FY 2024 EST. Amount Outstanding	$0	FY 2024 EST. Amount Authorized but Unissued	$0

TAX CREDIT ANALYSIS

Program Name: **Specialty Agricultural Crops Loan Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:
MASBDA began accepting applications for the program starting October 2, 2023. MASBDA had to wait for the rulemaking process to be complete before accepting applications.

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

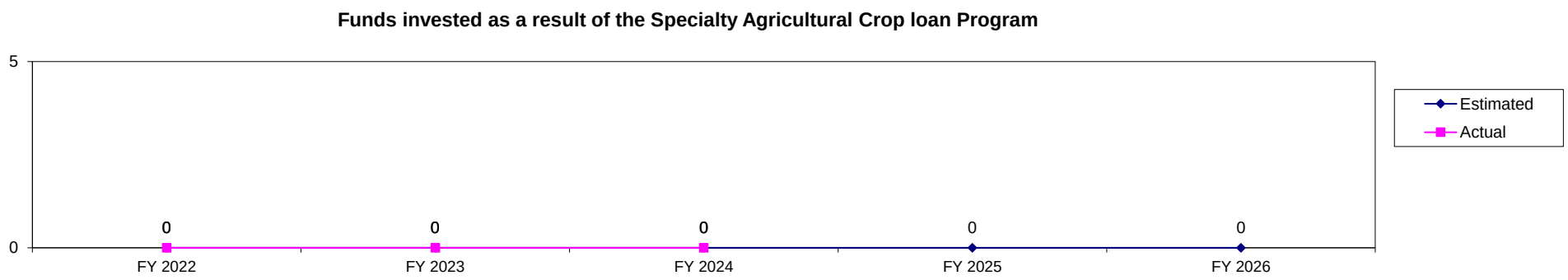
	FY 2024 ACTIVITY	Other Fiscal Period (FY 23)
BENEFITS		
Direct Fiscal Benefits	$0	$0
Indirect Fiscal Benefits	$0	$0
Total	$0	$0
COSTS		
Direct Fiscal Costs	$3,888	$0
Indirect Fiscal Costs		
Total	$3,888	$0
BENEFIT: COST	**0.00**	**#DIV/0!**

Derivation of Benefits:
The program was on HB 3, which was passed during FY 22 1st Special Session and the program became active on January 2, 2023. MASBDA began accepting applications for the program starting October 2, 2023. MASBDA had to wait for the rulemaking process to be complete before accepting applications.

At this time, there has been no applications received for this program. MASBDA is in the process of deciding what amounts/numbers are to be used for the Direct & Indirect Fiscal Benefit calculations.
Direct fiscal cost will be amount redeemed plus the salary & expenditures amount per fiscal year to administer the program.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
Program became active on January 2, 2023, but due to the length of the rulemaking process, MASBDA began accepting applications for the program starting October 2, 2023. FY 2024 will be the first year of activity. No applications were received in fiscal year 2024.

TAX CREDIT ANALYSIS

Program Name:	**Urban Farm Investment Tax Credit Program**				
Department: Agriculture		**Contact Name & No.:**	Jill S Wood 573-751-5624	**Date:**	12/31/2024
Program Category:	Agricultural	**Type:**	Tax Credit	Other:	
Statutory Authority:	135.1610 RSMo Effective January 2023	**Applicable Taxes:**	Income (143 RSMo)		
Tax Credit Creation Date:	January 2, 2023 2022 1st Ex. Sess. H.B. 3	**Year of Last Legislative Change:**			

Program Description and Eligibility Requirements:

This program provides Missouri Tax Credits to any individual, partnership, or corporation for an amount equal to fifty percent of the taxpayer's eligible expenses for establishing or improving an urban farm that focuses on food production. 'Urban Farm' is defined as an agricultural plot or facility in an urban area that produces agricultural food products used solely for distribution to the public by sale or donation. This does include community-run gardens and excludes personal farms or residential lots for personal use. Eligible expenses are incurred in the construction or development of establishing or improving an urban farm in an urban area. The term eligible expenses shall not include any expense for labor or any expense incurred to grown medical marijuana, industrial hemp or recreational marijuana.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes

The tax payer can claim a tax credit for an amount equal to fifty percent of the taxpayer's eligible expense for establishing or improving an urban farm that focuses on food production or a donation to an Urban Farm. Maximum tax credit allowed per taxpayer per urban farm is $5,000 with a maximum amount to all taxpayers per urban farm is $25,000. All participants must submit an application with all required documentation to MASBDA and which must be approved by the MASBDA Commission prior to tax credit issuance.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 200,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

Fiscal year limits are set in 135.1610.4 RSMo. Individual tax credit limit per taxpayer per urban farm of $5,000 and maximum tax credit amount issued per urban farm is $25,000 is set in 135.1610.3 RSMo.

Sunset Provision: Yes Date of Sunset 12/31/2028 Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Program is set to automatically sunset on December 31, 2028, unless reauthorized by an act of the general assembly. 135.1610.8 RSMo

Specific Provisions: (if applicable)

Carry forward	3 years	Carry Back	n/a	Refundable	No	Apportioned	No	Appropriated	Yes
Sellable/Assignable	No	Organizations Remit an Offset	No	Additional Federal Deductions/Credits Available	No				

Comments on Specific Provisions:

The Urban Farm Investment Tax Credit shall not be transferred, sold, or assigned.

Legislative / General Assembly Action(s) During Prior Five Years:

Urban Farm Investment Tax Credit Program was created on H.B. 3 which was passed in FY 2022 1st Special Session and became active January 1, 2023.

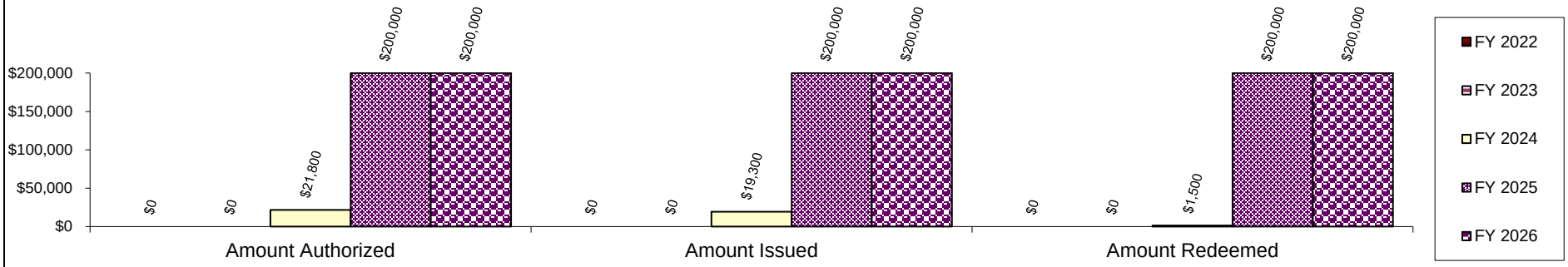
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	0	8	*6*	40	40
Projects/Participants (#)	0	0	9	*6*	40	40
Amount Authorized	$0	$0	$21,800	*$18,737*	$200,000	$200,000
Amount Issued	$0	$0	$19,300	*$21,237*	$200,000	$200,000
Amount Redeemed	$0	$0	$1,500	*$13,500*	$200,000	$200,000

FY 2024 EST. Amount Outstanding	$17,800	FY 2024 EST. Amount Authorized but Unissued	$2,500

TAX CREDIT ANALYSIS

Program Name: **Urban Farm Investment Tax Credit Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information: MASBDA began accepting applications in November 2023.

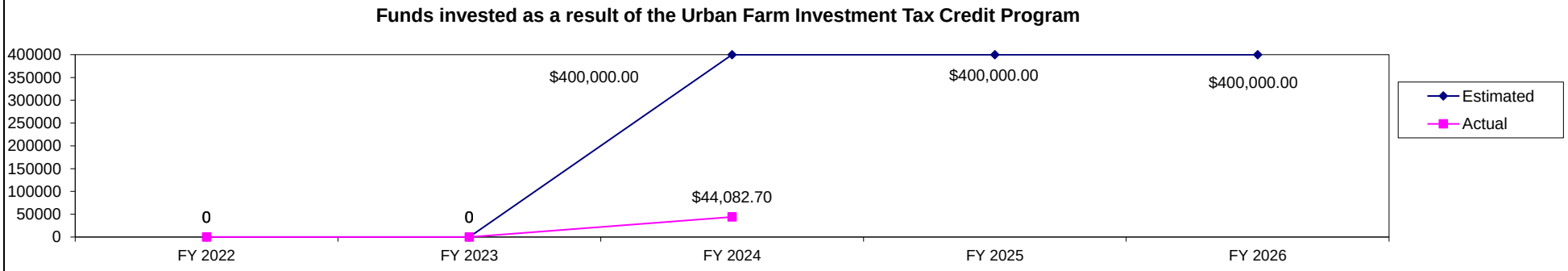
BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (FY 23)
BENEFITS		
Direct Fiscal Benefits	$0	$0
Indirect Fiscal Benefits	$3,399	$0
Total	$3,399	$0
COSTS		
Direct Fiscal Costs	$13,515	$0
Indirect Fiscal Costs		
Total	$13,515	$0
BENEFIT: COST	**0.25**	**#DIV/0!**

Derivation of Benefits:
IMPLAN economic modeling software was used to quantify direct and indirect fiscal benefits to Missouri state taxes. These benefits were derived from industry spending patterns (based on investment dollars) as a result of the donations received to establish or improve an urban farm.

Other Benefits:

PERFORMANCE MEASURE(S)



Comments on Performance Measure:
The program was on HB 3, which was passed during FY 22 1st Special Session and the program became active on January 2, 2023. MASBDA began accepting applications in November 2023. FY 2024 will be the first year of activity.

TAX CREDIT ANALYSIS

Program Name: **Missouri Empowerment Scholarship Account Program**

Department: State Treasurer's Office | **Contact Name & No.:** Angela Peterson 573-751-2543 | **Date:** September 2024

Program Category: Training and Educational | **Type:** Tax Credit | Other:

Statutory Authority: Sections 135.712-135.719 RSMo. | **Applicable Taxes:** Income Taxes

Tax Credit Creation Date: 2021 | **Year of Last Legislative Change:** 2024

Program Description and Eligibility Requirements:

Any taxpayer may claim a tax credit, not to exceed 50% of the taxpayer's state liability, for any qualifying contribution to an educational assistance organization.

Explanation of How Award is Computed: **Entitlement** No **Discretionary** Yes

Credits are awarded on a first come first served basis up to the annual cap of $75 Million.

Program Cap: Cumulative $ _____ (remainder of cumulative cap) $ _____ Annual $ 27,625,000 None _____

Cap Shared Between Programs No **Which Program(s)?** _____

Explanation of Cap:

The cumulative amount of tax credits issued in any one calendar year started at $25 million for 2022 and shall be adjusted by the State Treasurer annually based upon inflation with a maximum cap of $75 million. Given that authorization is based on calendar years, and the information presented here is based on fiscal years, fiscal year actuals may vary from the estimates below. Inflation adjustments are calculated in December, for this exercise the next budget year cap amount is estimated. Note: it is possible, in any given fiscal year, that issuances from two calendar years could exceed the estimates below, due to the difference in calendar/fiscal years.

Sunset Provision: No Date of Sunset _____ Date of Last Sunset Extension _____

Explanation of Expiration of Authority:

Specific Provisions: (if applicable)

Carry forward 4 years | Carry Back n/a | Refundable No | Apportioned No | Appropriated No

Sellable/Assignable No | Organizations Remit an Offset No | Additional Federal Deductions/Credits Available No

Comments on Specific Provisions:

Legislative / General Assembly Action(s) During Prior Five Years:

HB 2287 & SB 727 (2024) increased the annual authorization limit and changed the annual adjustment from inflation to state aid distributed to public schools.

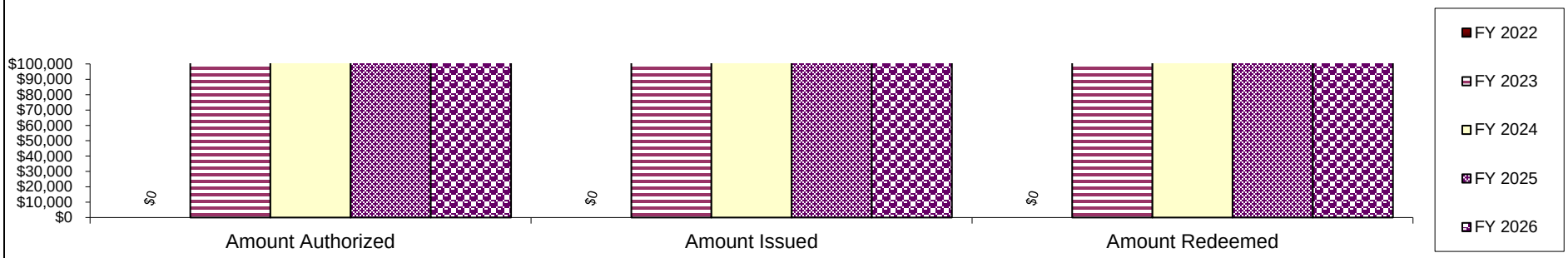
	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 (year to date)	FY 2025 (Full Year)	FY 2026 (Budget Year)
Certificates Issued (#)	0	989	1,284	*1,399*	1,500	1,700
Projects/Participants (#)	0	1,361	1,997	*2,664*	2,400	2,600
Amount Authorized	$0	$10,249,109	$19,735,422	*$16,140,607*	$27,625,000	$28,250,000
Amount Issued	$0	$8,446,888	$18,995,322	*$15,679,677*	$27,625,000	$28,250,000
Amount Redeemed	$0	$2,638,738	$7,281,302	*$10,332,508*	$27,625,000	$28,250,000

FY 2024 EST. Amount Outstanding $11,714,020 | FY 2024 EST. Amount Authorized but Unissued $740,100

TAX CREDIT ANALYSIS

Program Name: **Missouri Empowerment Scholarship Account Program**

HISTORICAL AND PROJECTED INFORMATION



Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

	FY 2024 ACTIVITY	Other Fiscal Period (indicated time period)
BENEFITS		
Direct Fiscal Benefits	$31,468,726	
Indirect Fiscal Benefits		
Total	$31,468,726	$0
COSTS		
Direct Fiscal Costs	$7,281,302	
Indirect Fiscal Costs		
Total	$7,281,302	$0
BENEFIT: COST	**4.32**	**0.00**

Derivation of Benefits:

Per the US Census, the average US school system spent per pupil in Missouri in 2022 was $15,758. (https://www.census.gov/data/tables/2022/econ/school-finances/secondary-education-finance.html)

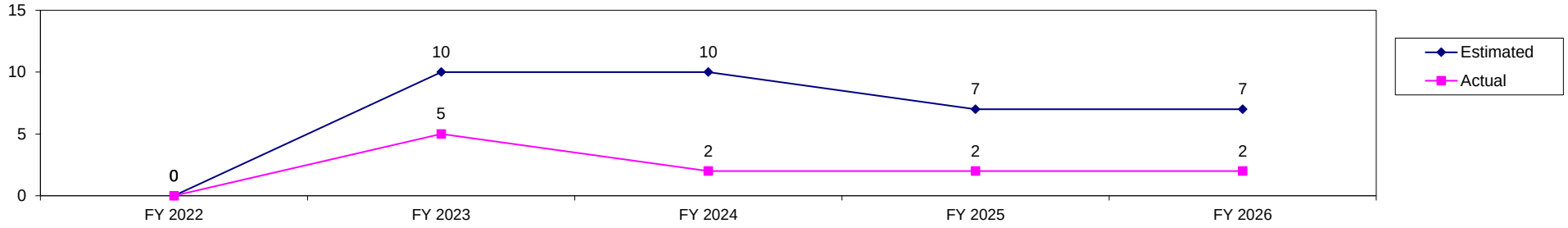
For the FY 2024 year, 1,997 students were awarded a scholarship. Based on the average, the benefit of this is almost $31.5 million, while only $7.2 million in tax credits to fund this benefit were redeemed in the FY 2024 year.

Other Benefits:

Other Benefits: Unlike some tax credits, which are intended to create jobs or foster economic development, the MOScholars tax credit is for the purpose of providing educational opportunities for children with IEPs or low-income households. These students are able to receive an education best suited to their specific needs which grows a well-educated workforce and general population.

PERFORMANCE MEASURE(S)

Admin Expenditures as a Percent of Tax Credits



Comments on Performance Measure: